

City of Newton, Massachusetts

ANNUAL FINANCIAL REPORT

BUDGETARY/STATUTORY BASIS

For the Year Ended June 30, 2005



Prepared by Comptroller's Office
David Wilkinson, Comptroller

CITY OF NEWTON, MASSACHUSETTS
ELECTED OFFICIALS AND DEPARTMENT HEADS
June 30, 2005

BOARD OF ALDERMEN

R. Lisle Baker, President
Any Mah Sangiolo, Vice President
Robert E. Gerst
Carleton P. Merrill
Scott Lennon
Marcia T. Johnson
Susan Albright
Stephen M. Linsky
Ted Hess-Mahan
Leonard J. Gentile
Anthony J.. Salvucci
John Stewart, Finance Committee Vice Chairman
Jay Harney
Paul E. Coletti, Finance Committee Chairman
Brian E. Yates
Christine Samuelson
George Mansfield
Kenneth R.L. Parker
Victoria Danberg
Sydra Schnipper
Vern Vance
Mitchell L. Fishman
Richard A. Lipoff
Cheryl Lipoff Lappin

SCHOOL COMMITTEE

Ann Lerner, Chairman
Gail Glick
Reenie Murphy
Nancy Levine
Susan Heyman
Patty Kellogg
Mark Laredo
Dori Zaleznik
Jeffrey Young, Superintendent of Schools
Sandra Guryan, Assistant Supt. Budget & Finance

EXECUTIVE

Mayor David B. Cohen
Michael J. Rourke, Chief Administrative Officer
Sanford Pooler, Chief Budget Officer
Jeremy Solomon, Chief of Policy & Communications
Maureen Grimaldi, Citizen Assistance Officer

DEPARTMENT HEADS

Accounting: David Wilkinson, Comptroller of Accounts
Assessing: Elizabeth Dromey, Director
City Clerk/Clerk of Board: Edward English, City Clerk/Clerk of the Board
Civil Defense: Jay Moskow, Director
Elections: Peter Karg, Executive Secretary Election Commission
Fire: Joe LaCroix, Fire Chief
Health: David Naparstek, Commissioner
Human Services: Beverly Stachowicz, Director
Information Technology: Ann Cornaro, Director
Inspection Services: Gerald Brown Acting Commissioner
Newton History Museum: David Olson, Director
Law: Daniel Funk, City Solicitor
Library: Kathy Glick Weil, Librarian
Parks & Recreation: Fran Towle, Commissioner
Personnel: Dolores Hamilton, Director
Planning & Development: Michael Kruse, Director
Police: John J. O'Brien, Police Chief
Public Buildings: A. Nicholas Parnell, Commissioner
Public Works: Robert Rooney, Commissioner
Purchasing: Rere Cappoli, Purchasing Agent
Treasury: Edward Spellman, Treasurer & Collector
Veteran Services: Fred Guzzi, Veterans Agent

CONTRIBUTORY RETIREMENT BOARD

Nunzio Piselli, Chairman & Mayor's appointee
Francis Capello, Vice Chairman & Elected member
David Wilkinson, Ex Officio Member (Comptroller of Accounts)
Paul Bianci, Elected Member
Richard Heidlage, Appointed Member
Kelly Byrne, Executive Director



CITY OF NEWTON, MASSACHUSETTS

1000 COMMONWEALTH AVENUE
NEWTON CENTRE, MA 02459-1449
TELEPHONE (617) 796-1305
FAX (617) 796-1196
dwilkinson@newtonma.gov

DAVID C. WILKINSON
COMPTROLLER

September 1, 2005

Mayor David B. Cohen
Members of the Board of Aldermen
Citizens and Taxpayers of the City of Newton

I am pleased to transmit to you the City of Newton's Annual Financial Report for the fiscal year ended June 30, 2005. This report has been prepared in conformity with the Commonwealth of Massachusetts's Uniform Municipal Accounting System (UMAS), which is the City's budgetary basis of accounting. The budgetary basis of accounting differs in a number of regards from generally accepted accounting principles. The City's Comprehensive Annual Financial Report (CAFR), which is prepared in conformity with generally accepted accounting principles and is independently audited, is scheduled to be issued later this fall.

The report consists of a narrative management discussion and analysis of the City's finances (pages i to x); followed by combined level financial statements for the City as a whole (pages 1-4); and combining and individual fund financial statements and schedules (pages 5-81). Information is provided for all funds and account groups of the City as of June 30, 2005 and for the Newton Contributory Retirement System, as of December 31, 2004.

There are two reported appropriation deficits for the year ended June 30, 2005, one for Newton Public Library electricity expenditures, which will have to be funded prior to setting of the fiscal year 2006 tax rate, and one for state Registry of Motor Vehicle non renewal surcharge cherry sheet charges in excess of the amount included on the cherry sheet, which does not require any further action on the part of the City.

Treasurer's detailed receivable and cash balances have been reconciled to the general ledger and reports on these reconciliations are included at the end of the report.

Before concluding, I would like to take this opportunity to acknowledge the exceptional service and professional commitment of the staff of the Comptroller's Office and the Retirement Office: Kelly Byrne; Donna Cadman; Ann-Marie Daley; Eileen Frail; Helen Ho; Bob Perruzzi; Julie Zakak; and Regina Zegarelli.

Should you have any questions about anything contained in this report or be interested in additional detail, please do not hesitate to contact me.

Respectfully,

A blue ink signature of David C. Wilkinson, written in a cursive style.

David C. Wilkinson
Comptroller

CITY OF NEWTON, MASSACHUSETTS
ANNUAL FINANCIAL REPORT - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2005
TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION	
Management Discussion and Analysis	i
COMBINED FINANCIAL STATEMENTS and SCHEDULES	
Combined Balance Sheet - All Funds and Account Groups	1
Combined Statement of Revenues, Expenditures and Changes in Fund Balance	2
Schedule of Interfund Transfers	3
GENERAL FUND FINANCIAL STATEMENTS and SCHEDULES	
Comparative Balance Sheet	5
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	7
Summary Level Budget to Actual Statement	8
Comparative Revenue Budget to Actual Schedule	10
Expenditure Budget to Actual Schedule - Legal Level of Control	12
Special Appropriation Budget to Actual Schedule	18
Reserve Fund (Budget Reserve) Activity Schedule	22
Free Cash and Overlay Surplus Activity Schedule	23
Comparative State Aid and Charge Activity Schedule	24
Comparative Overlay (Provision for Abatements & Exemption) Activity Schedule	25
SPECIAL REVENUE FUND FINANCIAL STATEMENTS and SCHEDULES	
Combining Level Balance Sheet	26
Combining Level Statement of Revenues, Expenditures and Changes in Fund Balance	29
Revolving Fund Schedule of Operating Activity	32
Receipts Reserved Fund Schedule of Operating Activity	35
Parking Meter Receipt Comparative Monthly Activity Schedule	37
Municipal Federal Grant Fund Schedule of Operating Activity	38
Municipal State Grant Fund Schedule of Operating Activity	39
School State Grant Fund Schedule of Operating Activity	41
School Federal Grant Fund Schedule of Operating Activity	42
Community Preservation Fund Comparative Balance Sheet	43
Community Preservation Fund Expenditure Budget to Actual Schedule	44
Permanent Fund Schedule of Operating Activity	46
Sewer Fund Comparative Balance Sheet	47
Sewer Fund Summary Level Budget to Actual Schedule	48
Sewer Fund Comparative Revenue Budget to Actual Schedule	49
Sewer Fund Expenditure Budget to Actual Schedule - Legal Level of Control	50
Water Fund Comparative Balance Sheet	51
Water Fund Summary Level Budget to Actual Schedule	52
Water Fund Comparative Revenue Budget to Actual Schedule	53
Water Fund Expenditure Budget to Actual Schedule - Legal Level of Control	54
Gift Fund Schedule of Operating Activity	55
CAPITAL PROJECT FUND FINANCIAL STATEMENTS and SCHEDULES	
Combining Level Balance Sheet	58
Combining Level Statement of Revenues, Expenditures and Changes in Fund Balance	60
Capital Project Fund Expenditure Budget to Actual Schedule - Legal Level of Control	61

CITY OF NEWTON, MASSACHUSETTS
ANNUAL FINANCIAL REPORT - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2005
TABLE OF CONTENTS

INTERNAL SERVICE FUND FINANCIAL STATEMENTS and SCHEDULES

Combining Level Balance Sheet	65
Combining Level Statement of Revenues, Expenditures and Changes in Fund Balance	66
Tufts Health Self Insurance Fund Comparative Schedule of Operating Activity	67
Harvard-Pilgrim Health Self Insurance Fund Comparative Schedule of Operating Activity	68
Workers Compensation Self Insurance Fund Comparative Schedule of Operating Activity	69

TRUST AND AGENCY FUND FINANCIAL STATEMENTS and SCHEDULES

Combining Level Balance Sheet	70
Combining Level Statement of Revenues, Expenditures and Changes in Fund Balance	72
Expendable Trust Fund Schedule of Operating Activity	73
Non Expendable Trust Fund Schedule of Operating Activity	74

GENERAL LONG TERM DEBT ACCOUNT GROUP

Debt Schedule	75
---------------	----

GENERAL CAPITAL ASSET ACCOUNT GROUP

Capital Asset Schedule	79
------------------------	----

NEWTON RETIREMENT SYSTEM

Comparative Statement of Net Assets	80
Comparative Statement of Changes in Net Assets	81

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

The purpose of the Management Discussion & Analysis (MD&A) is to provide the reader with a narrative overview and analysis of the financial activities of the City for the year ended June 30, 2005. Please refer to the financial statements and supporting schedules for more detailed information.

Financial Highlights:

- Combined total assets of the City (excluding the Contributory Retirement System) exceeded the combined total liabilities by \$306.2 million at the close of the most recent fiscal year – an increase of \$46.6 million or 18% greater than the re-stated combined fund balances for the previous fiscal year.

The June 30, 2004 combined fund balance has been restated for the addition of \$26.8 million in street and sidewalk infrastructural capital assets which were placed in service prior to the fiscal year ended June 30, 2002, but were recognized in the City's accounting records until this year.

A total of \$244.4 million or 79.8% of the City's combined fund balances consist of the City's investment in capital assets used to deliver local services. An additional \$49.2 million or 16.1% of the total is legally reserved or designated by the Mayor and Board of Aldermen for specific future uses; and \$12.6 million or 4.1% is unreserved and undesignated. A total of \$3.9 million or 1.3% of total combined fund balance is estimated to be free cash and available for appropriation, subject to final certification by the Massachusetts Department of Revenue. The projected June 30, 2005 free cash position of the City is a \$900,000 or 19% less than the June 30, 2004 free cash position. During the course of fiscal year 2005 the entire \$4.8 million in certified June 30, 2004 free cash was appropriated.

- Total revenue for all funds was \$366.3 million - \$42.7 million or 13.2% more than total revenue for the fiscal year ended June 30, 2004. \$26.1 million or 61% of the increase in total revenue represents a single school building assistance grant payment received from the Commonwealth of Massachusetts in connection with renovations of Newton South High School.

Water rate revenue and group health self-insurance fund premiums account for the growth in charges for service revenue.

<u>Total Revenues – All Funds</u>				
	Fiscal Year	%	Fiscal Year	%
	Ended		Ended	
	June 30, 2005	Total	June 30, 2004	Total
Property taxes	\$ 195,464,851	53.4%	\$ 188,888,447	58.4%
Motor excise taxes	11,467,867	3.1%	10,258,796	3.2%
Other taxes, interest & penalties	2,210,035	0.6%	2,158,727	0.7%
Charges for service	78,309,715	21.4%	73,300,846	22.7%
Investment income	2,595,984	0.7%	2,387,249	0.7%
Departmental & other	10,112,133	2.8%	9,430,890	2.9%
State & federal assistance	66,137,632	18.1%	37,177,081	11.5%
Total revenue	<u>\$ 366,298,217</u>	<u>100.0%</u>	<u>\$ 323,602,036</u>	<u>100.0%</u>

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

Total expenditures for all funds were \$343.4 million - \$1.7 million or a half of one percent more than total expenditures for the fiscal year ended June 30, 2004. The reduction in total education spending is related to a \$9.5 million reduction in high school renovation expenditures between fiscal years 2004 and 2005. General fund and special revenue fund education spending increased by \$4.3 million and \$3.2 million respectively, during the past fiscal year.

Total snow and ice control expenditures for the year ended June 30, 2005 were \$5.2 million – \$3 million more than total expenditures for this purpose in the previous fiscal year. A total of \$654,173 in federal aid was received to support the extraordinary level of snow and ice control expenditures during the year. These expenditures account for the increase in public works spending.

The reported decline in total Culture and recreation spending is a result of the fact that 2004 expenditures included \$5.1 million in Kessler Woods land acquisition expenditures in the Community Preservation Fund.

Total pension and employee/retiree benefit expenditures increased by \$4.6 million or 9.5% during fiscal year 2005. Group health insurance expenditures represent \$2.9 million of the increase and retirement costs account for the balance.

Total Expenditures – All Funds

	Fiscal Year Ended June 30, 2005		Fiscal Year Ended June 30, 2004	
		% Total		% Total
General government	\$ 14,030,816	4.1%	\$ 15,206,997	4.5%
Public safety	32,537,450	9.5%	33,125,760	9.7%
Education	157,063,861	45.7%	159,093,720	46.6%
Public works	29,350,677	8.5%	26,674,010	7.8%
Health & human services	8,652,742	2.5%	8,299,447	2.4%
Culture & recreation	14,194,633	4.1%	17,639,017	5.2%
Debt & interest	9,128,041	2.7%	8,288,875	2.4%
Pension & employee/retiree benefits	53,258,557	15.5%	48,624,724	14.2%
State charges	25,153,834	7.3%	24,763,212	7.2%
Total expenditures	<u>\$ 343,370,611</u>	<u>100.0%</u>	<u>\$ 341,715,762</u>	<u>100.0%</u>

- The taxable value of all real estate and personal property in the City was \$18.9 billion. Each \$1 dollar on the tax rate generates \$18,854,982. Residential taxpayers were responsible for 83.2% of the total property tax levy while commercial, industrial, and personal property taxpayers funded 16.8% of the levy. The tax rates for the year were \$9.48 per \$1,000 of assessed value for residential taxpayers and \$18.02 per \$1,000 of assessed value for commercial and industrial taxpayers.
- General Fund expenditures and transfers to other funds exceeded revenues and transfers from other funds by \$270,596, however, the unreserved and undesignated portion of the General Fund balance increased by \$935,166 as a result of the fact that the City used \$538,000 less in free cash to support the fiscal year 2006 budget than was used to fund the 2005 budget, and June 30, 2005 year end encumbrances and continued appropriations were less than June 30, 2004. Free cash is estimated to be decline by approximately \$900,000 to \$3.9 million – 1.6% of revenue for the year. This will be the second consecutive year that the City's free cash position has declined. June 30, 2004 free cash declined from \$6.2 million to \$4.8 million.

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

- Sewer Fund revenues and transfers from other funds exceeded fund expenditures and transfers to other funds by \$155,886. Sewer Fund balance available for appropriation for sewer system maintenance and operation is \$1,127,711 – 6.2% of revenue for the year.
- Water Fund revenues and transfers from other funds exceeded fund expenditures and transfers to other funds by \$1,364,441. Water Fund balance available for appropriation for water system maintenance and operation is \$2,446,514 – 19.3% of revenue for the year.
- Fund deficits of \$17.2 million and \$188,653 are reported in the High School Renovation and the Street Improvement Capital Project Funds. Expenditures in both funds were within approved budgets, however, temporary financing was used to fund expenditures. At the point that permanent financing is completed the fund deficits will be eliminated.
- Group Health Self Insurance Fund revenue exceeded fund expenditures by \$1.5 million for the year, resulting in a year-end fund balance of \$4.4 million or slightly more than 1.5 months of average fund expenditures.
- The City's total long-term bonded debt increased by \$6.9 million (12.5%) to \$62.2 million during the year. A total of \$7.2 million in existing debt was retired during the year and \$14.1 million in new long term debt was added. New debt consisted of \$10,000,000 in high school renovation bonds; \$2,586,019 in new water main rehabilitation bonds; and \$1,500,000 in Angino Farm land acquisition bonds. Total interest expenditures for long-term debt were \$1,167,163.
- Total outstanding bond anticipation notes (ban's) payable for high school renovations increased by \$3.6 million to \$49.5 million during the year. Total interest expenditures on outstanding bond anticipation notes were \$890,806. Subsequent to year-end, \$26.1 million of the outstanding notes were retired with the school building reimbursement revenue received from the Massachusetts School Building Authority and \$22.1 million was refinanced until February 15, 2006.
- Total authorized and unissued debt (net of outstanding bond anticipation notes) at June 30, 2005 was \$42.1 million, consisting of \$35.7 for the high school renovation project; \$1.1 million for various school projects; \$650,000 for street betterments; and \$4.6 million for sewer system improvements.
- The City's investment in capital assets increased by \$8.6 million or 3.6% from the restated June 30, 2004 balance to \$244.3 million. The increase is inclusive of \$18.1 million in new capital assets, less \$9.5 million in current year depreciation.
- Contributory Retirement System net assets increased by \$18.5 million to \$239.5 million for the retirement system's fiscal year ended December 31, 2004. The funded status of the retirement plan increased slightly, from 66.7% to 67.6%.

General Fund: The General Fund is the City's main operating fund and is used to account for all activity which is not required to be accounted for in another fund. General Fund financial position and operating result information is reported on pages 5 thru 25 of the Annual Financial Report.

The City's original General Fund operating budget for the fiscal year ended June 30, 2005 was \$240.6 million. During the year, an additional \$6.9 million in supplemental appropriations were voted, bringing the total fiscal year 2005 budget to \$247.5 million. This represents an \$8.3 million (3.5%) increase over the total final budget for the previous fiscal year.

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

General Fund Supplemental Appropriations by Purpose

Snow & ice control	\$ 2,748,325
Public safety salaries	432,767
Legal	175,000
Property insurance	107,331
Debt issuance costs	52,400
Debt interest	98,889
Other municipal operating	134,364
Capital - municipal departments	589,903
Capital - school department	2,605,512
Total Supplemental appropriations	\$ <u><u>6,944,491</u></u>

The final property revenue estimate included a gross tax levy of \$194.2 million less a \$2.7 million allowance for abatements and exemptions. A total of \$992,030 in charges were made against the fiscal year 2005 allowance for abatements and exemptions during the year, \$360,214 of which was for statutory exemptions; \$24,802 was for senior work-program tax relief program; and \$607,014 was for abatements.

During the course of the year, the Board of Assessors also entered into property tax deferral agreements with seventy four Newton taxpayers for taxes in the amount of \$336,055. At year-end the 2005 allowance for abatements and exemptions had a remaining balance of \$1,682,026. In addition, a total of \$4,804,554 in prior year allowances remained open at June 30, 2005.

The City's Proposition 2 ½ Levy Limit for the year was \$194,235,942 - \$46,021 more than the actual levy.

As a result of the City's acceptance of Massachusetts General Law Chapter 59 Section 2D, authorizing pro rata tax assessments on the value of certain physical improvements to real estate after the normal January 1 tax valuation date, the Board of Assessors levied \$211,168 in additional property taxes during the last month of the fiscal year.

The original budget included \$8,314,972 in fund balance financing. This sum included \$5,576,972 for June 30, 2004 encumbrances and continued appropriations brought into fiscal year 2005 and \$2,738,000 million in free cash voted to support the fiscal year 2005 budget. Over the course of the fiscal year, \$2,637,778 in additional appropriations from free cash and \$503,122 million in additional overlay surplus appropriations were voted, bringing total fund balance financing for the fiscal year 2005 budget to a total of \$11.4 million.

Total General Fund revenues and transfers from other funds totaled \$240.7 million - \$270,596 less than fund expenditures and transfers to other funds. This represents an \$8.5 million or 3.6% increase over total revenues and inter-fund transfers for the fiscal year ended June 30, 2004. The difference between fund revenues and expenditures was financed from free cash.

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

The following is a summary of 2005 revenues, by major source, and a comparison of how each revenue source compared with 2004 actual revenues.

General Fund Revenue Budget Summary
Current Year Revenues Compared with Prior Year Revenues

	Fiscal Year Ended <u>June 30, 2005</u>	%	Fiscal Year Ended <u>June 30, 2004</u>	%
	Total		Total	
Property taxes	\$ 193,592,595	80.4%	\$ 187,068,791	80.5%
In lieu of tax payments	394,562	0.2%	340,010	0.1%
Motor excise taxes	11,467,867	4.8%	10,258,796	4.4%
Hotel room occupancy taxes	979,194	0.4%	851,157	0.4%
Penalties & interest on taxes	1,225,225	0.5%	957,072	0.4%
Licenses & permits	4,867,719	2.0%	3,956,511	1.7%
Charges for service	1,336,523	0.6%	1,565,134	0.7%
Fines & forfeitures	1,968,319	0.8%	1,900,512	0.8%
Investment income	1,529,059	0.6%	879,801	0.4%
Miscellaneous	617,318	0.3%	726,398	0.3%
State and federal assistance	19,358,021	8.0%	18,927,380	8.1%
Total revenue	<u>237,336,402</u>	<u>98.6%</u>	<u>227,431,562</u>	<u>97.9%</u>
Transfers from other funds	3,388,186	1.4%	4,835,121	2.1%
Total revenue & transfers from other funds	<u>\$ 240,724,588</u>	<u>100.0%</u>	<u>\$ 232,266,683</u>	<u>100.0%</u>

General Fund expenditures and transfers to other funds totaled \$241 million, \$8.9 million or 3.8% greater than total expenditures and inter-fund transfers for the previous fiscal year. All expenditures, except those for the Newton Public Library and State charges, were within budget.

Library electricity expenditures exceeded the budget by \$30,776, and state “cherry sheet” charges for Registry of Motor Vehicle non-renewal surcharges exceeded the “cherry sheet” estimate by \$12,810.

A total of \$4,913,203 in fiscal year 2005 unexpended appropriations have been brought forward into fiscal year 2006 and \$1,588,253 in unexpended and unobligated appropriations have been closed to fund balance.

Included within the \$4.9 million in continued appropriation total is a sum of \$1.2 million which was carried forward from the fiscal year 2005 wage reserve appropriation for purposes of funding unresolved collective bargaining obligations. Collective bargaining contracts were unresolved for firefighters and public building; parks maintenance and public works employees for fiscal years 2004 and 2005. All other municipal contracts, except for the City’s clerical and administrative and support employees remained unresolved for fiscal year 2005. Subsequent to year-end the City concluded contract negotiations with the City’s engineering employees.

A total of \$742,000 Budget Reserve account was included in the 2005 budget. All but \$2,048 of this appropriation was transferred to other departments during the course of the year.

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

The following is a summary of 2005 expenditures, by major function, and a comparison of how each expenditure function compared with 2004 expenditures.

General Fund Expenditure Budget Summary
Current Year Expenditures Compared with Prior Year Expenditures

	Fiscal Year		Fiscal Year	
	Ended	%	Ended	%
	June 30, 2005	Total	June 30, 2004	Total
General government	\$ 12,872,860	5.3%	\$ 12,934,444	5.6%
Public safety	30,325,400	12.6%	30,183,291	13.0%
Public works	20,242,471	8.4%	18,418,185	7.9%
Health & human services	3,117,371	1.3%	3,092,703	1.3%
Culture & recreation	9,951,799	4.1%	9,262,593	4.0%
Debt & interest	6,387,369	2.7%	6,255,912	2.7%
Pensions and retiree benefits	17,009,618	7.1%	15,085,053	6.5%
Education	130,432,778	54.1%	126,117,751	54.3%
State charges	5,045,783	2.1%	5,086,760	2.2%
Total revenue	235,385,449	97.7%	226,436,692	97.5%
Transfers to other funds	5,632,645	2.3%	5,695,141	2.5%
Total expenditures & transfers to other funds	\$ 241,018,094	100.0%	\$ 232,131,833	100.0%

The most significant expenditure growth, on a percentage basis (12.8%), occurred in pension and retiree benefit expenditures. The City's required contribution to the retirement system increased by \$1.5 million as a result of a reduction in long-term investment returns from 8.5% to 8% and a \$400,000 increase in retiree health benefit costs.

The increase in Public Works and Culture and Recreation spending is the result of additional spending on snow and ice control during fiscal year 2005. Public works department snow and ice control expenditures increase by \$1.8 million (96%) to \$3.7 million and Parks and Recreation snow and ice control expenditures increased by \$560,000 (186.5%) to \$860,346

General Fund debt and interest expenditures include \$4,596,546 in bond maturities, \$900,017 in interest on long-term debt, and \$890,806 in interest on short term debt issued in connection with the high school renovation project.

Total General Fund balance decreased by \$270,596 to \$19,740,278 at year end, however the unreserved and undesignated portion of the fund balance increased by \$935,166 to \$12,606,541 as a result of a reduction in the amount of free cash used to fund the 2006 budget and 2005 appropriations that were carried forward into fiscal year 2006.

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

General Fund Balance Trends – Past Five Fiscal Years

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Total fund balance	\$ 19,740,278	\$ 20,010,874	\$ 19,876,024	\$ 16,667,055	\$ 17,513,916
Less: fund balances reserved for:					
Encumbrances/continued appropriations	(4,913,203)	(5,576,972)	(4,028,004)	(4,094,669)	(3,978,233)
Other purposes	(20,534)	(24,527)	(21,307)	91,127	87,034
Unreserved fund balance	14,806,541	14,409,375	15,826,713	12,663,513	13,622,717
Less: fund balance designated to support following year budget	(2,200,000)	(2,738,000)	(2,200,000)	(1,700,000)	(2,200,000)
Undesignated fund balance	12,606,541	11,671,375	13,626,713	10,963,513	11,422,717
Total revenue and transfers from other funds	\$ 240,747,498	\$ 238,932,010	\$ 228,451,958	\$ 207,967,287	\$ 202,986,144
Undesignated fund balance as % total revenue	5.24%	4.88%	5.96%	5.27%	5.63%

Special Revenue Funds: Special Revenue Funds are used to account for proceeds from specific revenue sources that are legally restricted for expenditure for purposes specified in either a grant or gift award or in federal, state, or local law. Combining level financial statements for all Special Revenue Funds are provided on pages 26 to 31 and detailed operating activity schedules for special revenue funds are presented on pages 32 to 57.

Community Preservation Fund

The Community Preservation Fund ended the year with a total fund balance of \$7,072,894, \$1.4 million more than the fund's beginning fund balance. A total of \$4,887,428 or 69% of the year-end fund balance was reserved for continuing appropriations; \$346,113 was reserved for future open space appropriations; and \$1,839,353 for any community preservation fund eligible appropriation. Subsequent to year-end \$860,663 in appropriations were voted from this fund balance.

The Community Preservation Fund generated \$3,971,702 in revenue during the year, \$1.9 million of which came from property tax surcharges; \$1.8 million from state matching funds; \$105,253 in federal grant reimbursements for the Forte Park improvement project; and \$158,061 in investment income.

The final budget for the year ended June 30, 2005 was \$10,386,188 and total expenditures were \$4,066,862.

Please refer to pages 44 and 45 for specific project expenditure information.

During the fiscal year, the City sold \$1.5 million in general obligation bonds, backed by future Community Preservation Fund tax revenues, for purposes of acquiring the Angino Farm. The land acquisition bonds mature in five equal installments, beginning in fiscal year 2006 and ending in fiscal year 2010.

At year end, the Community Preservation Fund was carrying a \$1,899,326 state matching fund receivable.

Sewer Utility Fund

The City's sanitary sewer system operating budget was \$19,574,315 - \$562,086 or 3% greater than the final budget for the previous fiscal year. The financing plan for this budget did not rely on a General Fund subsidy.

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

Fiscal year 2005 sewer rates were voted in Ordinance X-98 on July 12, 2004 at \$4.64 per hcf on the first 20 hcf of water consumption; \$5.57 per hcf on the next 50 hcf; and \$6.68 per hcf on all consumption in excess of 70 hcf. These rates are 9% greater than 2004 sewer rates.

Sewer fund revenue for the year amounted to \$18,203,788 - \$489,753 or 2.6% less than the budget estimate. Total revenues and transfers from other funds amounted to \$18,713,853 while expenditures and transfers to other funds were \$18,557,967. Massachusetts Water Resources Authority (MWRA) sewer charges were \$13,624,048 or 72.8% of total fund expenditures and transfers. Total fund balance increased by \$155,886 to \$3,659,626, of which \$1,127,711 (6.2% of total revenue) is available for appropriation for sewer maintenance and operation purposes. No Sewer fund balance has been voted to support the fiscal year 2006 sewer budget.

Water Utility Fund

The City's original water system operating budget was \$12,741,469. During the year an additional \$212,621 in appropriations were voted bringing the total budget for the year to \$12,954,090 - \$1,430,113 or 12.4% more than the total budget for the previous fiscal year. The financing plan for this budget did not rely on a General Fund subsidy.

Fiscal year 2005 water rates were voted in June of 2004 at \$2.99 per hcf on the first 20 hcf of water consumption; \$3.59 per hcf on the next 50 hcf; and \$4.31 per hcf on all consumption in excess of 70 hcf. These rates are 15.9% greater than 2004 water rates.

Water fund revenue for the year amounted to \$12,649,637 - \$605,077 or 5% more than the budget estimate and \$1,364,441 more than actual expenditures and transfers to other funds. Total fund balance increased to \$4,623,918, of which \$2,446,514 (19.3% of total revenue) is available for appropriation for water maintenance and operation purposes. No water surplus has been voted to support the fiscal year 2006 water budget.

Capital Project Funds: Capital Project Funds are used to account for proceeds from the issuance of long term debt and for the expenditure of these funds and other financing sources that the City has appropriated for major capital improvements. The City defines major capital improvements "...any acquisition, construction, or reconstruction project, with an estimated cost of \$500,000 or more and which is expected to take more than a single fiscal year to complete." Combining level financial statements for the Capital Project Funds are located on pages 58 thru 60 of the Annual Financial Report.

The majority of Capital Project activity during the year took place in the High School Renovation Fund, where \$7,271,172 in expenditures was made at Newton South High School and \$151,644 were made at Newton North High School. A total of \$26.1 million in Commonwealth of Massachusetts school building assistance aid was recognized during 2005. This represents 75% of the approved reimbursement for the Newton South High School project. A receivable for an additional \$8.7 million or 25% of the approved project has been recorded in the High School Renovation Fund, but is not expected to be received until such time as the Massachusetts School Building Authority completes an audit of the Newton South High School project. At year end, the City had a total of \$49,500,000 in bond anticipation notes outstanding in connection with the high school renovation projects.

The Water System Improvement Fund received \$2.6 million in Massachusetts Water Resources Authority (MWRA) interest-free loan proceeds during the year. These funds, along with other resources in the fund are earmarked for future year water system improvements.

During fiscal year 2005 the City approved a \$650,000 bond authorization for purposes of making street betterment improvements. Fiscal year 2005 expenditure activity for this purpose has been recorded in the Street Improvement capital project fund. Interim financing for this purpose was provided by the City's General Fund.

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

During the course of fiscal year 2005 the City added \$2.1 million to the Capital Stabilization Fund for future capital project financing. A total of \$7.8 million or 97.5% of the \$8.1 million total fund balance is designated for future year high school renovations. A summary of sources and uses of all components of the Capital Stabilization Fund is presented on pages 63 and 64 of the Annual Financial Report.

Internal Service Funds: Internal Service Funds are used to account for self insurance activities of the City.

The City's largest self insurance fund, the Group Health Self Insurance Fund ended the year with a total fund balance of \$4.4 million, once again a significant improvement over the prior year fund balance of \$2.9 million. The June 30, 2005 fund balance represents approximately 1.5 months of average claims experience. The City's fund balance target is 2 full months of average claims experience.

Total premiums paid into the Group Health Self Insurance Fund by the City and participating employees and retirees were \$35.3 million, an 8.6% increase over total premiums for the fiscal year ended June 30, 2004. Health insurance costs are financed on an 80% - 20% cost sharing basis by the City and its employees and retirees, subject to a specific stop-loss insurance limit of \$250,000.

Total group health expenditures for the year were \$34.2 million – \$2.9 million or 9.2% more than the previous fiscal year. Fund expenditures included \$31.9 million in health claims (including a \$5.2 million estimate of year-end incurred but unreported claims); \$2 million in administrative service fees; and \$306,390 in stop-loss insurance premiums.

Trust and Agency Funds: Trust and Agency Funds are used to account for assets held by the City in a trustee or custodial purpose. Information on activity in the trust and agency funds in the custody of the City is presented on pages 70 to 74.

In March of 2003, the Board of Aldermen voted to establish a voluntary property tax check-off program in order to establish a fund for purposes of defraying real estate taxes for elderly and disabled low income Newton taxpayers. During the year ended June 30, 2005, Newton taxpayers contributed a total of \$1,020 for this purpose, bringing the total available balance for awards to \$7,441. No awards have made from the fund by the taxation aid committee.

General Long Term Debt Account Group: The General Long Term Debt Account Group is used to account for long term liabilities of the City. Long term liabilities are those which the City does not expect to liquidate with current resources. The City's long term liabilities amounted to \$71.5 million at June 30, 2005 and consisted of the following.

General Long Term Debt Liabilities

	<u>6/30/2005</u>	<u>6/30/2004</u>
General obligation bonds payable	\$ 59,608,799	\$ 52,733,288
State pension benefit loan	2,600,000	2,600,000
Capital leases payable	-	223,677
Landfill closure monitoring costs payable	768,200	801,600
Compensated absences		
Vacation & compensatory time	2,233,015	1,995,576
Special leave termination benefits	2,037,278	2,063,705
Enhanced longevity benefits	4,248,000	4,266,000
Total long term liabilities	<u>\$ 71,495,292</u>	<u>\$ 64,683,846</u>

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

At June 30, 2004 the City had \$59.6 million in general obligation bonds outstanding, of which \$28.8 million (48.3%) of which were related to school projects; \$12.4 million (20.8%) of which were related to sewer system improvements; \$10.5 million (17.6%) of which were related to water system improvements; and \$6 million (10.1%) of which was related to Community Preservation land acquisition bonds; and \$1.9 million (3.2%) were issued for landfill closure purposes.

During the year, the City issued \$14.1 million in new debt and retired \$7.2 million in existing bonds. Pages 75 to 76 provide more detailed information on the City's bonded debt.

In July of 2003, the City entered into a two year capital lease for the acquisition of \$671,033 computer technology for use at Newton North High School. The final lease- purchase payment was made on this contract during fiscal year 2005.

Total authorized and unissued debt at year-end amounted to \$42.1 million, net of \$49.5 million in high school renovation bond anticipation notes outstanding. During the year, \$7,064,000 in new debt was authorized by the Mayor and Board of Aldermen. A summary of all authorized and unissued debt is presented on page 78.

General Capital Assets Account Group: The Capital Asset Account Group is used to account for the City's investment in major capital assets. Capital assets include land; buildings; equipment (with an original cost of \$15,000 or more); water/sewer infrastructure; and street, sidewalk and drainage infrastructural improvements. All capital assets are valued at historical cost for reporting purposes.

The City, like most Massachusetts municipalities, has not historically included capital asset information in its accounting records. In fiscal year 2001, in response to new external financial reporting requirements from the Governmental Accounting Standards Board, the City began accounting for all new capital assets and accumulated historical cost information all existing capital assets except for certain infrastructural capital assets. During the fiscal year ended June 30, 2005 the City completed the research necessary in order to add all infrastructure placed in service prior to July 1, 2001 to the City's accounting records. This necessitated a restatement of the June 30, 2004 Capital Asset Account Group balance (net of depreciation) from \$209 million to \$235.8 million.

The City's investment in capital assets, net of \$124.4 million in accumulated depreciation, amounted to \$244.3 million at June 30, 2005. A total of \$66 million in new capital assets were added during fiscal year 2005, however, \$50.6 million or 76.6% of this sum represents a reclassification of Newton South High School renovation costs from construction in progress to depreciable building and improvement status.

Newton Retirement System: Newton Contributory Retirement System net assets increased by \$18.5 million or 8.3% to \$239.5 million at December 31, 2004. The System achieved a 12.66% return on invested assets for the year, bringing the average annualized rate of return since actuarial funding began in 1985 to 10.23%

The unfunded actuarial liability of the fund at December 31, 2004 was \$116.8 million, basically unchanged from a year earlier. At December 31, 2004 the funded status of the Newton Contributory Retirement System stood at 67.6%, a slight improvement in the 66.7% funded status of the plan at the end of the previous fiscal year. Existing Massachusetts pension law requires that all local retirement systems be fully funded by the year 2028.

At December 31, 2003 the Newton Retirement System had a total of 1,763 active members; 523 inactive members; and 1,304 retirees and beneficiaries. Total retirement benefits paid during year amounted to \$23.1 million, an increase of 6.9% over total benefits paid for the year ended December 31, 2003.

CITY OF NEWTON, MASSACHUSETTS
BUDGETARY BASIS ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2005
MANAGEMENT DISCUSSION & ANALYSIS

Detailed information on the year-end financial position of the Contributory Retirement Fund, as well as operating results for the year can be found on pages 80 and 81 of this report.

A copy of the Newton Retirement Board's detailed Annual Financial Report to the Commonwealth of Massachusetts Public Employee Retirement Administration Commission is available from the Retirement Board Office.

Requests for Information

This report is designed solely to provide a general overview of the City's finances on a budgetary or statutory basis of accounting. Detailed information concerning the financial position and operating results of the City on a combined, combining, and individual fund level is included in the financial statements and supporting schedules that make up the Annual Financial Report. Questions concerning any information included in the report or requests for additional information should be addressed to the Comptroller's Office, 1000 Commonwealth Avenue, Newton, Massachusetts 02459 or e-mailed to dwilkinson@newtonma.gov.

**COMBINED FINANCIAL STATEMENTS
And
SCHEDULE OF INTER-FUND TRANSFERS**

CITY OF NEWTON, MASSACHUSETTS
COMBINED BALANCE SHEET-BUDGETARY BASIS
June 30, 2005

	General Fund	Special Revenue Funds	Capital Project Funds	Internal Service Funds	Trust & Agency Funds	Long Term Debt Account Group	Capital Asset Account Group	Combined Total (Memorandum Only)	Newton Retirement System (December 31, 2004)
ASSETS:									
Cash & temporary investments	\$ 31,355,970	\$ 21,829,953	\$ 24,051,889	\$ 10,382,502	\$ 2,980,509	\$ -	\$ -	\$ 90,600,823	\$ 8,394,015
Investments	-	972,631	-	7,882,101	6,930,871	-	-	15,785,603	230,455,706
Total cash & investments	31,355,970	22,802,584	24,051,889	18,264,603	9,911,380	-	-	106,386,426	238,849,721
Real estate & personal property taxes receivable	104,054,060	58,790	-	-	-	-	-	104,112,850	-
Deferred real estate taxes receivable	2,164,695	-	-	-	-	-	-	2,164,695	-
Other accounts receivable:									
Motor vehicle/boat excise taxes	1,855,568	-	-	-	-	-	-	1,855,568	-
Tax/utility liens & foreclosures	1,739,504	226,014	-	-	-	-	-	1,965,518	-
Water & sewer use charges receivable	-	5,564,514	-	-	-	-	-	5,564,514	-
Parking violations fines receivable	2,945,297	-	-	-	-	-	-	2,945,297	-
Departmental & other accounts receivable	6,785,579	19,572	-	-	-	-	-	6,805,151	41,266
Special assessments	448,615	135,451	-	-	-	-	-	584,066	-
Interest & dividends	7,097	435,655	-	-	-	-	-	442,752	1,818
Loans and notes receivable	-	7,204,737	-	-	811,935	-	-	8,016,672	-
State and federal grant reimbursements receivable	12,721,029	5,350,051	34,831,012	-	-	-	-	52,902,092	740,477
Due from Other Funds	211,505	-	-	-	-	-	-	211,505	-
Capital assets, (net of accumulated depreciation of \$124,435,625)	-	-	-	-	-	-	244,345,545	244,345,545	-
Other assets	12,834	2,700	-	344,019	-	-	-	359,553	-
Amount to be provided for long term obligations	-	-	-	-	-	71,495,292	-	71,495,292	-
Total Assets	164,301,753	41,800,068	58,882,901	18,608,622	10,723,315	71,495,292	244,345,545	610,157,496	239,633,282
LIABILITIES AND FUND BALANCES:									
Warrants payable	2,972,233	874,253	190,766	258,195	26,386	-	-	4,321,833	-
Accrued expenses	1,763,515	713,725	1,793,756	16,293	-	-	-	4,287,289	138,191
Accrued payroll & payroll deductions	7,222,437	578,432	1,595	-	1,173,831	-	-	8,976,295	-
Revenue refunds payable	-	225,569	-	-	-	-	-	225,569	-
Due to Other Funds	-	54,219	157,286	-	-	-	-	211,505	-
Security deposits & other liabilities	563,741	3,246,882	-	-	378,312	-	-	4,188,935	-
Notes payable	-	-	49,500,000	-	-	-	-	49,500,000	-
Advance tax collections	151,200	-	-	-	-	-	-	151,200	-
Provision for property tax abatements & exemptions	6,486,580	-	-	-	-	-	-	6,486,580	-
Abandoned property/tailings	901,526	-	-	-	-	-	-	901,526	-
Deferred revenue	124,500,243	8,297,690	8,707,753	-	661,663	-	-	142,167,349	-
General obligation bonds payable	-	-	-	-	-	59,608,799	-	59,608,799	-
State pension benefit loan payable	-	-	-	-	-	2,600,000	-	2,600,000	-
Estimated landfill post closure monitoring costs payable	-	-	-	-	-	768,200	-	768,200	-
Accrued compensated absences	-	-	-	-	-	8,518,293	-	8,518,293	-
Workers compensation & health benefits payable	-	-	-	11,066,249	-	-	-	11,066,249	-
Total Liabilities	144,561,475	13,990,770	60,351,156	11,340,737	2,240,192	71,495,292	-	303,979,622	138,191
Investment in general fixed assets	-	-	-	-	-	-	244,345,545	244,345,545	-
Reserved/Designated fund balances	7,133,737	27,809,298	(1,468,255)	7,267,885	8,483,123	-	-	49,225,788	-
Unreserved/Undesignated fund balances	12,606,541	-	-	-	-	-	-	12,606,541	239,495,091
Total Fund Balances	19,740,278	27,809,298	(1,468,255)	7,267,885	8,483,123	-	244,345,545	306,177,874	239,495,091
Total Liabilities & Fund Balances	\$ 164,301,753	\$ 41,800,068	\$ 58,882,901	\$ 18,608,622	\$ 10,723,315	\$ 71,495,292	\$ 244,345,545	\$ 610,157,496	\$ 239,633,282

CITY OF NEWTON, MASSACHUSETTS
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGETARY BASIS
 Fiscal Year Ended June 30, 2005
 (Newton Retirement System fiscal year ended December 31, 2004)

	General Fund	Special Revenue Funds	Capital Project Funds	Internal Service Funds	Trust & Agency Funds	Combined Totals (Memorandum Only)	Newton Retirement System
REVENUES:							
Property taxes	\$ 193,592,595	\$ 1,872,256	\$ -	\$ -	\$ -	\$ 195,464,851	\$ -
Motor vehicle excise taxes	11,467,867	-	-	-	-	11,467,867	-
Other taxes, penalties & interest	2,204,419	5,616	-	-	-	2,210,035	-
Charges for service	1,336,523	41,633,138	-	35,340,054	-	78,309,715	16,428,374
Licenses & permits	4,867,719					4,867,719	-
Fines & forfeitures	1,968,319					1,968,319	-
Departmental & other	1,529,059	1,530,434	2,750	107,491	106,361	3,276,095	-
Investment income	1,034,790	675,891	159,451	472,038	253,814	2,595,984	24,960,471
Intergovernmental revenue	19,358,021	20,656,352	26,123,259	-	-	66,137,632	1,509,452
Total Revenue	<u>237,359,312</u>	<u>66,373,687</u>	<u>26,285,460</u>	<u>35,919,583</u>	<u>360,175</u>	<u>366,298,217</u>	<u>42,898,297</u>
EXPENDITURES:							
General government	12,872,860	1,157,956	-	-	-	14,030,816	-
Public safety	30,325,400	2,212,050	-	-	-	32,537,450	-
Education	130,432,778	18,797,157	7,526,391	-	307,535	157,063,861	-
Public works	20,242,471	7,791,139	1,317,067	-	-	29,350,677	-
Health & human services	3,117,371	5,454,667	-	-	80,704	8,652,742	-
Culture & recreation	9,951,799	4,242,834	-	-	-	14,194,633	-
Debt & interest	6,387,369	2,740,672	-	-	-	9,128,041	-
Pensions & employee/ retiree benefits	17,009,618	531,566	-	35,717,373	-	53,258,557	24,430,907
State assessments & charges	5,045,783	20,108,051	-	-	-	25,153,834	-
Total Expenditures	<u>235,385,449</u>	<u>63,036,092</u>	<u>8,843,458</u>	<u>35,717,373</u>	<u>388,239</u>	<u>343,370,611</u>	<u>24,430,907</u>
Excess/(Deficiency) of Revenues over Expenditures	<u>1,973,863</u>	<u>3,337,595</u>	<u>17,442,002</u>	<u>202,210</u>	<u>(28,064)</u>	<u>22,927,606</u>	<u>18,467,390</u>
Transfers from other funds	3,388,186	2,259,244	2,649,069	1,549,870	-	9,846,369	-
Transfers to other funds	(5,632,645)	(3,436,592)	(464,801)	(312,331)	-	(9,846,369)	-
Excess/(Deficiency) of revenues & transfers in over expenditures & transfers out:	<u>(270,596)</u>	<u>2,160,247</u>	<u>19,626,270</u>	<u>1,439,749</u>	<u>(28,064)</u>	<u>22,927,606</u>	<u>18,467,390</u>
Other financing sources (proceeds from sale of bonds)	-	1,500,000	12,586,019	-	-	14,086,019	-
Other financing uses	-	-	-	-	-	-	-
Excess/(Deficiency) of revenues, transfers in & other sources over expenditures, transfers out & other uses:	<u>(270,596)</u>	<u>3,660,247</u>	<u>32,212,289</u>	<u>1,439,749</u>	<u>(28,064)</u>	<u>37,013,625</u>	<u>18,467,390</u>
Beginning Fund Balance	<u>20,010,874</u>	<u>24,149,051</u>	<u>(33,680,544)</u>	<u>5,828,136</u>	<u>8,511,187</u>	<u>24,818,704</u>	<u>221,027,701</u>
Ending Fund Balance	<u>\$ 19,740,278</u>	<u>\$ 27,809,298</u>	<u>\$ (1,468,255)</u>	<u>\$ 7,267,885</u>	<u>\$ 8,483,123</u>	<u>\$ 61,832,329</u>	<u>\$ 239,495,091</u>

CITY OF NEWTON, MASSACHUSETTS
INTER-FUND TRANSFER SCHEDULE
Fiscal Year Ended June 30, 2005

Transfer Purpose	General Fund	Special Revenue Funds	Capital Project Funds	Internal Service Funds	Trust Funds	Total All Funds
School Workers Compensation fund contribution (#209-04)	\$ (350,000)	\$ -	\$ -	\$ 350,000	\$ -	\$ -
Municipal Workers Compensation fund contribution (#209-04)	(972,870)	-	-	972,870	-	-
Sewer Workers Compensation fund contribution (#209-04)	-	(100,000)	-	100,000	-	-
Water Workers Compensation fund contribution (#209-04)	-	(127,000)	-	127,000	-	-
School Lunch fund subsidy	(748,000)	748,000	-	-	-	-
School Student Athletic Revolving fund subsidy	(966,048)	966,048	-	-	-	-
High School Renovation Project subsidy - capital stabilization fund (#268-00(7))	(2,334,410)	-	2,334,410	-	-	-
High School Renovation Project subsidy - capital stabilization fund (#209-04)	(80,000)	-	80,000	-	-	-
Reclassify HOME federal grant sub-fund to HOME fund status	-	(18,131)	-	-	-	(18,131)
Reclassify HOME federal grant sub-fund to HOME fund status	-	18,131	-	-	-	18,131
Close out of completed special appropriation balances to capital stabilization fund (see CSF for detail)	(169,317)	-	169,317	-	-	-
Close out NWH drainage contribution to CSF	-	(35,342)	35,342	-	-	-
Correct coding on prior year gift - Ed Center Gifts to Gant Family Foundation gift	-	(5,000)	-	-	-	(5,000)
Correct coding on prior year gift - Ed Center Gifts to Gant Family Foundation gift	-	5,000	-	-	-	5,000
Law enforcement block grant local match - municipal federal grant fund (#209-04)	(2,000)	2,000	-	-	-	-
Urban forestry data base grant local match - municipal federal grant fund (#207-04)	(10,000)	10,000	-	-	-	-
Public works street lighting subsidy - parking meter receipts (#209-04)	702,832	(702,832)	-	-	-	-
Public works solid waste collection cost subsidy - sale of recyclables (#209-04)	200,000	(200,000)	-	-	-	-
Planning/Legal cost subsidy - CATV license fees (#209-04)	100,000	(100,000)	-	-	-	-
Property insurance financing (#209-04)	150,000	-	-	(150,000)	-	-
Property insurance financing (#404-04)	107,331	-	-	(107,331)	-	-
Sewer fund administrative overhead reimbursement (#209-04)	780,774	(780,774)	-	-	-	-
Water fund administrative overhead reimbursement (#209-04)	384,560	(384,560)	-	-	-	-
Water fund reimbursement to sewer fund for administrative overhead (#209-04)	-	510,065	-	-	-	510,065
Water fund reimbursement to sewer fund for administrative overhead (#209-04)	-	(510,065)	-	-	-	(510,065)
Legal settlement (#319-04)	55,000	-	-	(55,000)	-	-
Planning out-of state travel - CATV license receipts (#340-04)	2,045	(2,045)	-	-	-	-
West Newton Square traffic signal (#362-04) - parking meter receipts	7,806	(7,806)	-	-	-	-
Jackson/Daniels Street traffic study (#250-01(4)) - traffic mitigation receipts	15,000	(15,000)	-	-	-	-
Parking meter replacement (#363-04) - parking meter receipts	20,000	(20,000)	-	-	-	-
School debt issuance costs (#268-00(8)) - capital stabilization fund	98,889	-	(98,889)	-	-	-
Carr school repairs (#421-04 & 421-04(2)) - capital stabilization fund	40,000	-	(40,000)	-	-	-
Fire equipment grant advance (#25-05) - capital stabilization fund	4	-	(4)	-	-	-
Debt issuance costs (#66-05) - capital stabilization fund	28,636	-	(28,636)	-	-	-
Williams school sign (#65-05) - traffic mitigation receipts	1,000	(1,000)	-	-	-	-
Treasury equipment (#79-05) - capital stabilization fund	33,820	-	(33,820)	-	-	-
Larkspur Rd drainage (#107-05) - capital stabilization fund	18,000	-	(18,000)	-	-	-
Police detail FFLSA settlement (#64-05) - Water fund - Waban Hill Reservoir details	54,621	(54,621)	-	-	-	-
Defibrillator replacement (#127-05) - capital stabilization fund	48,330	-	(48,330)	-	-	-
Fire wire truck replacement (#126-05) - parking meter receipts	160,000	(160,000)	-	-	-	-
Legal salaries (#105-05) - CATV receipts	20,000	(20,000)	-	-	-	-
Legal expenses (#106-05) - CATV receipts	100,000	(100,000)	-	-	-	-
Hampton Place drainage mitigation funds (#131-05) - receipts reserved	50,000	(50,000)	-	-	-	-
Williams school traffic study (#202-03(2)) - traffic mitigation receipts	10,000	(10,000)	-	-	-	-
Fire equipment repairs (#155-05) - capital stabilization fund	3,160	-	(3,160)	-	-	-
School technology lease-purchase payment #3 (#156-05) - E-rate receipts	29,916	(29,916)	-	-	-	-
School technology lease-purchase payment #3 (#156-05) - capital stabilization fund	100,000	-	(100,000)	-	-	-
School boiler replacement design (#159-05(2)) - capital stabilization fund to school project fund	-	-	(30,000)	-	-	(30,000)

CITY OF NEWTON, MASSACHUSETTS
INTER-FUND TRANSFER SCHEDULE
Fiscal Year Ended June 30, 2005

Transfer Purpose	General Fund	Special Revenue Funds	Capital Project Funds	Internal Service Funds	Trust Funds	Total All Funds
School boiler replacement design (#159-05(2)) - capital stabilization fund to school project fund	-	-	30,000	-	-	30,000
Library HVAC system repairs (#212-05) - capital stabilization	39,500	-	(39,500)	-	-	-
Eliot street dpw boiler replacement (#180-05) - capital stabilization fund	24,462	-	(24,462)	-	-	-
Crystal Lake study (#206-05) - Inland waterway fund	2,500	(2,500)	-	-	-	-
	-	-	-	-	-	-
Total Transfers	\$ <u>(2,244,459)</u>	\$ <u>(1,177,348)</u>	\$ <u>2,184,268</u>	\$ <u>1,237,539</u>	\$ <u>-</u>	\$ <u>-</u>
Transfer Re-Cap:						
Transfers from Other Funds	\$ 3,388,186	\$ 2,259,244	\$ 2,649,069	\$ 1,549,870	\$ -	\$ 9,846,369
Transfers to Other Funds	(5,632,645)	(3,436,592)	(464,801)	(312,331)	-	(9,846,369)
Net transfers:	\$ <u>(2,244,459)</u>	\$ <u>(1,177,348)</u>	\$ <u>2,184,268</u>	\$ <u>1,237,539</u>	\$ <u>-</u>	\$ <u>-</u>

GENERAL FUND

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
BALANCE SHEET - BUDGETARY BASIS
June 30, 2005
(with comparative information for June 30, 2004)

	<u>June 30, 2005</u>	<u>June 30, 2004</u>	<u>\$ Change</u>	<u>% Change</u>
ASSETS:				
Petty cash	\$ 7,700	\$ 7,700	\$ -	0.0%
Cash & temporary investments	<u>31,348,270</u>	<u>31,287,350</u>	<u>60,920</u>	<u>0.2%</u>
Total Cash & investments	31,355,970	31,295,050	60,920	0.2%
Personal property tax - following year	1,779,542	1,929,818	(150,276)	-7.8%
Personal property tax - current year	86,644	45,107	41,537	92.1%
Personal property tax - prior years	448,362	408,244	40,118	9.8%
Real estate tax - following year	98,280,346	94,737,185	3,543,161	3.7%
Real estate tax -current year	3,077,824	2,563,960	513,864	20.0%
Real estate tax - prior years	<u>375,142</u>	<u>881,810</u>	<u>(506,668)</u>	<u>-57.5%</u>
Total Property taxes receivable	104,047,860	100,566,124	3,481,736	3.5%
Tax liens receivable	1,685,031	1,171,750	513,281	43.8%
Taxes in litigation	6,200	6,965	(765)	-11.0%
CI 41A Deferred taxes receivable	<u>2,164,695</u>	<u>2,557,326</u>	<u>(392,631)</u>	<u>-15.4%</u>
Total Other property taxes receivable	3,855,926	3,736,041	119,885	3.2%
Motor excise tax - current year	668,048	759,239	(91,191)	0.0%
Motor excise tax - prior years	1,155,084	1,097,920	57,164	5.2%
Boat excise taxes	<u>32,436</u>	<u>32,224</u>	<u>212</u>	<u>0.7%</u>
Total Excise taxes receivable	1,855,568	1,889,383	(33,815)	-1.8%
Parking violations receivable	2,945,297	2,801,728	143,569	5.1%
Warren school ground lease receivable - 2056	1,500,000	1,500,000	-	0.0%
"Starck" structured settlement receivable - 2006	2,850,000	2,850,000	-	0.0%
Special assessments receivable	448,615	507,411	(58,796)	-11.6%
State School Building Assistance reimbursements	12,168,193	14,939,697	(2,771,504)	-18.6%
Other State & federal grants receivable	552,836	581,736	(28,900)	-5.0%
Accrued Interest Receivable	7,097	-	7,097	0.0%
121A Deferred taxes receivable	2,363,794	2,089,671	274,123	13.1%
Other departmental accounts receivable	<u>71,785</u>	<u>137,696</u>	<u>(65,911)</u>	<u>-47.9%</u>
Total Departmental accounts receivable	22,907,617	25,407,939	(2,500,322)	-9.8%

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
BALANCE SHEET - BUDGETARY BASIS
June 30, 2005
(with comparative information for June 30, 2004)

	June 30, 2005	June 30, 2004	\$ Change	% Change
Tax foreclosure properties	54,473	96,066	(41,593)	-43.3%
Due from Other Funds	211,505	294,129	(82,624)	0.0%
Advances & pre-paid items	12,834	16,827	(3,993)	0.0%
Other Assets	278,812	407,022	(128,210)	-31.5%
Total Assets	164,301,753	163,301,559	1,000,194	0.6%
LIABILITIES & FUND BALANCES:				
Warrants payable	2,972,233	3,535,969	(563,736)	-15.9%
Accrued expenses	1,763,515	1,250,818	512,697	41.0%
Accrued payroll	7,222,437	6,517,149	705,288	0.0%
Revenue refunds payable	-	86,356	(86,356)	0.0%
Advance tax collections	151,200	184,734	(33,534)	0.0%
Deposits & other liabilities	563,741	607,592	(43,851)	-7.2%
Due to Other Funds	-	-	-	0.0%
Provision for abatements/exemptions - current year	1,682,026	1,714,216	(32,190)	-1.9%
Provision for abatements/exemptions - prior years	4,804,554	3,610,895	1,193,659	33.1%
Abandoned property/tailings	901,526	761,074	140,452	18.5%
Deferred revenue	124,500,243	125,021,882	(521,639)	-0.4%
Total Liabilities	144,561,475	143,290,685	1,270,790	0.9%
Fund Balance - Encumbrances and continuing appropriations	4,913,203	5,576,972	(663,769)	-11.9%
Fund Balance - Following year budget	2,200,000	2,738,000	(538,000)	-19.6%
Fund Balance - Travel and payroll advances	12,834	16,827	(3,993)	-23.7%
Fund Balance - Petty cash	7,700	7,700	-	0.0%
Undesignated Fund Balance	12,606,541	11,671,375	935,166	8.0%
Total Fund Balances	19,740,278	20,010,874	(270,596)	-1.4%
Total Liabilities & Fund Balances	\$ 164,301,753	\$ 163,301,559	\$ 1,000,194	0.6%

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005
(with comparative information for three previous fiscal years)

	Fiscal Year Ended June 30, 2005	% Total	Fiscal Year Ended June 30, 2004	% Total	Fiscal Year Ended June 30, 2003	% Total	Fiscal Year Ended June 30, 2002
REVENUES:							
Property taxes	\$ 193,592,595	81.6%	\$ 187,068,791	82.3%	\$ 179,656,942	80.1%	\$ 161,228,674
Motor vehicle excise taxes	11,467,867	4.8%	10,258,796	4.5%	10,645,450	4.7%	9,848,559
Other taxes, penalties & interest	2,204,419	0.9%	2,148,239	0.9%	2,556,889	1.1%	2,393,205
Charges for service	1,336,523	0.6%	1,565,134	0.7%	1,860,918	0.8%	1,303,745
Licenses & permits	4,867,719	2.1%	3,956,511	1.7%	4,307,738	1.9%	4,155,923
Fines & forfeitures	1,968,319	0.8%	1,900,512	0.8%	1,706,197	0.8%	1,578,307
Investment income	1,529,059	0.6%	879,801	0.4%	1,050,543	0.5%	1,758,632
Other local revenue	1,034,790	0.4%	726,398	0.3%	1,137,164	0.5%	755,379
Intergovernmental	19,358,021	8.2%	18,927,380	8.3%	21,497,872	9.6%	22,109,452
Total Revenue	<u>237,359,312</u>	<u>100.0%</u>	<u>227,431,562</u>	<u>100.0%</u>	<u>224,419,713</u>	<u>100.0%</u>	<u>205,131,876</u>
EXPENDITURES:							
General government	12,872,860	5.5%	12,934,444	5.7%	12,296,751	5.6%	11,789,679
Public safety	30,325,400	12.9%	30,183,291	13.3%	29,746,441	13.5%	28,759,960
Education	130,432,778	55.4%	126,117,751	55.7%	121,985,506	55.5%	112,064,261
Public works	20,242,471	8.6%	18,418,185	8.1%	18,208,553	8.3%	16,591,780
Health & human services	3,117,371	1.3%	3,092,703	1.4%	2,850,501	1.3%	2,637,027
Culture & recreation	9,951,799	4.2%	9,262,593	4.1%	9,109,104	4.1%	8,214,114
Debt & interest	6,387,369	2.7%	6,255,912	2.8%	6,571,462	3.0%	6,362,349
Pensions & retiree benefits	17,009,618	7.2%	15,085,053	6.7%	14,002,356	6.4%	12,629,861
State assessments	5,045,783	2.1%	5,086,760	2.2%	5,081,422	2.3%	5,142,581
Total Expenditures	<u>235,385,449</u>	<u>100.0%</u>	<u>226,436,692</u>	<u>100.0%</u>	<u>219,852,096</u>	<u>100.0%</u>	<u>204,191,612</u>
Excess/(Deficiency) of Revenues over Expenditures	<u>1,973,863</u>		<u>994,870</u>		<u>4,567,617</u>		<u>940,264</u>
Transfers from Other Funds	3,388,186		4,835,121		4,032,245		2,835,411
Transfers to Other Funds	(5,632,645)		(5,695,141)		(5,390,893)		(4,622,536)
Excess/(Deficiency) of Revenues & Transfers over Expenditures & Transfers	<u>(270,596)</u>		<u>134,850</u>		<u>3,208,969</u>		<u>(846,861)</u>
Beginning Fund Balance	<u>20,010,874</u>		<u>19,876,024</u>		<u>16,667,055</u>		<u>17,513,916</u>
Ending Fund Balance	<u>\$ 19,740,278</u>		<u>\$ 20,010,874</u>		<u>\$ 19,876,024</u>		<u>\$ 16,667,055</u>

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Original Budget	Final Budget	Actual Budgetary Amounts	% Budget
REVENUES:				
Real estate and personal property taxes	\$ 191,070,918	\$ 191,516,639	\$ 193,592,595	101.1%
Motor vehicle excise taxes	10,858,476	10,602,352	11,467,867	108.16%
Hotel room occupancy taxes	1,345,000	935,000	979,194	104.73%
Penalties and interest on taxes	800,000	957,072	1,225,225	128.02%
Licenses and permits	3,483,728	3,624,080	4,867,719	134.32%
Intergovernmental	16,960,031	19,328,093	19,358,021	100.15%
Charges for service	1,620,211	1,767,872	1,336,523	75.60%
Fines and forfeitures	1,823,887	1,900,512	1,968,319	103.57%
Investment income	1,100,000	900,000	1,529,059	169.90%
Payments in lieu of taxes	310,000	340,010	394,562	116.04%
Miscellaneous	569,670	796,046	640,228	80.43%
Total revenues	<u>229,941,921</u>	<u>232,667,676</u>	<u>237,359,312</u>	<u>102.02%</u>
EXPENDITURES:				
General Government:				
City Clerk/Clerk of the Board of Aldermen	986,439	993,617	966,071	97.23%
Mayor's Office	638,187	643,461	629,443	97.82%
Comptroller/Property & Liability Insurance	741,691	855,484	842,106	98.44%
Purchasing/General Services	508,749	514,457	415,248	80.72%
Assessing	2,019,573	2,049,647	1,237,762	60.39%
Treasury/Collections/Parking Violations	1,052,948	1,102,875	1,045,653	94.81%
City Solicitor/Judgments & Settlements	1,161,356	1,418,983	1,400,451	98.69%
Personnel	925,430	934,155	907,850	97.18%
Information Technology	928,963	940,817	858,593	91.26%
Election Commission	621,628	622,895	559,046	89.75%
Licensing	1,896	1,896	1,436	75.74%
Planning & Development	943,002	969,811	925,285	95.41%
Public Buildings	2,225,758	2,305,234	2,160,564	93.72%
Public Safety:				
Police	15,355,574	15,513,228	15,484,665	99.82%
Fire	13,276,572	13,559,939	13,183,350	97.22%
Inspection Services	995,806	1,009,272	996,016	98.69%
Civil Defense	14,069	14,119	14,119	100.00%

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Original Budget	Final Budget	Actual Budgetary Amounts	% Budget
Sealer of Weights & Measures	62,153	63,328	61,987	97.88%
Ambulance Service	2,000	2,000	-	0.00%
Education	131,135,224	130,356,176	130,156,996	99.85%
Public Works	18,520,120	21,093,109	20,148,173	95.52%
Health and Human Services:				
Public Health	1,957,423	1,977,210	1,848,710	93.50%
Human Services	1,074,959	1,083,414	1,058,219	97.67%
Veteran Services	180,478	183,348	168,345	91.82%
Culture and Recreation:				
Newton Public Library	4,597,975	4,697,916	4,722,847	100.53%
Parks & Recreation	4,025,556	4,874,334	4,827,953	99.05%
Jackson Homestead Museum	198,210	203,102	200,369	98.65%
Debt Maturities & Interest	6,340,226	6,439,115	6,387,369	99.20%
Retirement benefits	16,828,092	17,023,516	17,009,618	99.92%
Reserve Fund (Budget Reserve)	745,000	2,048	-	0.00%
Wage/Salary Reserve	1,654,635	1,216,687	-	0.00%
State assessments and charges	5,028,154	5,032,973	5,045,783	100.25%
Special appropriations (capital outlay and special purposes)	3,487,343	4,188,739	2,121,422	50.65%
Total expenditures	<u>238,235,189</u>	<u>241,886,905</u>	<u>235,385,449</u>	<u>97.31%</u>
Excess/(deficiency) of revenues over expenditures	<u>(8,293,268)</u>	<u>(9,219,229)</u>	<u>1,973,863</u>	<u>-21.41%</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	2,318,166	3,401,002	3,388,186	99.62%
Transfers out	<u>(2,339,870)</u>	<u>(5,632,645)</u>	<u>(5,632,645)</u>	<u>100.00%</u>
Total other financing sources and uses	<u>(21,704)</u>	<u>(2,231,643)</u>	<u>(2,244,459)</u>	<u>100.57%</u>
Net change in fund balances	<u>(8,314,972)</u>	<u>(11,450,872)</u>	<u>(270,596)</u>	<u>2.36%</u>
Budgetary fund balances - Beginning of year	<u>20,010,874</u>	<u>20,010,874</u>	<u>20,010,874</u>	
Budgetary fund balance - End of year	<u>\$ 11,695,902</u>	<u>\$ 8,560,002</u>	<u>\$ 19,740,278</u>	

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
REVENUE BUDGET TO ACTUAL REPORT - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005
(with comparative revenue information for the three previous fiscal years)

	FY 2005					FY 2004	FY 2003	FY 2002
	Original Budget	Revisions	Final Budget	Actual Revenue	% Budget	Actual Revenue	Annual Revenue	Actual Revenue
<u>Property Taxes</u>								
Current Year Taxes	\$ -	\$ -	\$ -	\$ 189,884,213		\$ 184,868,224	\$ 177,610,786	\$ 159,383,403
Prior Year Taxes	-	-	-	3,708,382		2,200,567	2,046,156	1,845,271
Property Taxes	<u>191,070,918</u>	<u>445,721</u>	<u>191,516,639</u>	<u>193,592,595</u>	<u>101.08%</u>	<u>187,068,791</u>	<u>179,656,942</u>	<u>161,228,674</u>
<u>Motor Excise Taxes</u>								
Current Year Motor Vehicle Excise Tax				8,917,133		8,036,021	8,058,600	7,721,089
Prior Year Motor Vehicle Excise Tax				2,543,859		2,216,317	2,585,343	2,122,838
Boat Excise Tax				6,875		6,458	1,507	4,632
Motor Excise Taxes	<u>10,858,476</u>	<u>(256,124)</u>	<u>10,602,352</u>	<u>11,467,867</u>	<u>108.16%</u>	<u>10,258,796</u>	<u>10,645,450</u>	<u>9,848,559</u>
Interest & Penalties on Taxes	<u>800,000</u>	<u>157,072</u>	<u>957,072</u>	<u>1,225,225</u>	<u>128.02%</u>	<u>957,072</u>	<u>1,027,184</u>	<u>791,560</u>
In Lieu of Tax Payments	<u>310,000</u>	<u>30,010</u>	<u>340,010</u>	<u>394,562</u>	<u>116.04%</u>	<u>340,010</u>	<u>377,867</u>	<u>309,695</u>
Hotel/Motel Excise Tax	<u>1,345,000</u>	<u>(410,000)</u>	<u>935,000</u>	<u>979,194</u>	<u>104.73%</u>	<u>851,157</u>	<u>1,151,838</u>	<u>1,291,950</u>
<u>Charges for Service</u>								
School Tuitions	110,000	17,786	127,786	160,158	125.33%	127,786	123,770	109,357
Recreation	191,000	1,360	192,360	157,935	82.10%	192,360	185,330	125,396
City Clerk	148,676	-	148,676	144,663	97.30%	148,676	141,690	149,611
Municipal Lien Certificates	223,625		223,625	159,110	71.15%	223,625	457,715	220,575
Police Detail Surcharges	135,060	-	135,060	153,790	113.87%	135,060	97,732	113,849
Fire Alarm Fees	295,671	-	295,671	88,919	30.07%	179,268	185,368	170,981
Rental of City Property	332,179	168,515	500,694	381,371	76.17%	420,450	559,566	332,179
All Other Fees	184,000	(40,000)	144,000	90,577	62.90%	137,909	109,747	81,797
Charges for Service	<u>1,620,211</u>	<u>147,661</u>	<u>1,767,872</u>	<u>1,336,523</u>	<u>75.60%</u>	<u>1,565,134</u>	<u>1,860,918</u>	<u>1,303,745</u>
<u>Fines & Forfeitures</u>								
Court Fines	130,000	187,621	317,621	259,209	81.61%	317,621	316,600	119,797
Parking Violation Fines	1,493,887	(80,881)	1,413,006	1,532,742	108.47%	1,413,006	1,230,941	1,273,239
Library Fines	200,000	(32,673)	167,327	170,246	101.74%	167,327	144,609	154,420
All Other Fines, Forfeitures & Restitution	-	2,558	2,558	6,122		2,558	14,047	30,851
Fines & Forfeitures	<u>1,823,887</u>	<u>76,625</u>	<u>1,900,512</u>	<u>1,968,319</u>	<u>103.57%</u>	<u>1,900,512</u>	<u>1,706,197</u>	<u>1,578,307</u>
<u>Licenses & Permits</u>								
Inspection Services Department	2,921,228	60,707	2,981,935	4,112,858	137.93%	3,277,661	3,678,019	3,528,240
Public Health Department	127,445	-	127,445	128,225	100.61%	127,445	130,242	122,766
License Commission	270,260	-	270,260	281,720	104.24%	270,260	266,915	260,075
Fire Department	138,440	-	138,440	206,670	149.28%	138,440	97,284	92,600
All Other	26,355	79,645	106,000	138,246	130.42%	142,705	135,278	152,242
Licenses & Permits	<u>3,483,728</u>	<u>140,352</u>	<u>3,624,080</u>	<u>4,867,719</u>	<u>134.32%</u>	<u>3,956,511</u>	<u>4,307,738</u>	<u>4,155,923</u>

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
REVENUE BUDGET TO ACTUAL REPORT - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005
(with comparative revenue information for the three previous fiscal years)

	FY 2005					FY 2004	FY 2003	FY 2002
	Original Budget	Revisions	Final Budget	Actual Revenue	% Budget	Actual Revenue	Annual Revenue	Actual Revenue
Investment Income	1,100,000	(200,000)	900,000	1,529,059	169.90%	879,801	1,050,543	1,758,632
Special Assessments	40,000	(12,522)	27,478	22,910	83.38%	27,478	38,830	40,768
Miscellaneous Local Revenue	529,670	238,898	768,568	617,318	80.32%	698,920	1,098,334	714,611
State & Federal Aid	16,960,031	2,368,062	19,328,093	19,358,021	100.15%	18,927,380	21,497,872	22,109,452
Total Revenue	229,941,921	2,725,755	232,667,676	237,359,312	102.02%	227,431,562	224,419,713	205,131,876
Transfers from Other Funds								
Parking Meter Receipts Reserved	702,832	187,806	890,638	890,638	100.00%	847,000	858,738	960,000
Water Fund	384,560	54,621	439,181	439,181	100.00%	407,875	376,664	313,216
Sewer Fund	780,774	-	780,774	780,774	100.00%	847,842	754,567	635,925
Sale of Recyclable Materials Receipts Reserved	200,000	-	200,000	200,000	100.00%	390,000	100,000	100,000
Special Permit Receipts Reserved	-	50,000	50,000	50,000	100.00%	-	-	-
BAA Marathon Receipts Reserved	-	-	-	-	0.00%	72,500	42,500	45,000
CATV Access Fees Receipts Reserved	100,000	122,045	222,045	222,045	100.00%	665,809	440,374	-
Inland Waterway Receipts Reserved	-	2,500	2,500	2,500	100.00%	-	-	-
E-Rate Receipts Reserved	-	29,916	29,916	29,916	100.00%	45,745	69,338	63,112
Damage Recovery Receipts Reserved	-	-	-	-	0.00%	-	-	28,708
Traffic Mitigation Receipts Reserved	-	26,000	26,000	26,000	100.00%	-	-	9,000
State Grant Fund	-	-	-	-	0.00%	2,025	-	-
Federal Grant Fund (FEMA snow & ice)	-	-	-	-	0.00%	464,187	337,312	-
Municipal Building Self Insurance	150,000	107,331	257,331	257,331	100.00%	150,000	160,953	115,000
Liability Self Insurance	-	55,000	55,000	55,000	100.00%	126,389	199,000	335,000
Capital Stabilization Fund	-	447,617	447,617	434,801	97.14%	815,749	692,799	230,450
Transfers to Other Funds	2,318,166	1,082,836	3,401,002	3,388,186	99.62%	4,835,121	4,032,245	2,835,411
Total Revenues & Interfund Transfers	232,260,087	3,808,591	236,068,678	240,747,498	101.98%	232,266,683	228,451,958	207,967,287
Fund Balance (Free Cash/Overlay Surplus)	8,314,972	3,135,900	11,450,872	-	0.00%	-	-	846,861
TOTAL GENERAL FUND	\$ 240,575,059	\$ 6,944,491	\$ 247,519,550	\$ 240,747,498	97.26%	\$ 232,266,683	228,451,958	\$ 208,814,148

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
ANNUAL APPROPRIATIONS - LEGAL LEVEL OF CONTROL
SUMMARY OF EXPENDITURES AND TRANSFERS TO OTHER FUNDS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Original Budget	FY 2005 Budget Revisions	FY 2005 Budget As Amended	Total Revised FY 2005 Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
City Clerk/Clerk of the Board								
Personal Services	\$ -	\$ 758,350	\$ 9,943	\$ 768,293	\$ 768,293	\$ 756,572	\$ -	\$ 11,721
Expenses	36	45,043	(1,200)	43,843	43,879	28,074	2,780	13,025
Fringe Benefits	-	183,010	(1,565)	181,445	181,445	181,425	-	20
Total City Clerk/Clerk of the Board	36	986,403	7,178	993,581	993,617	966,071	2,780	24,766
Mayor's Office								
Personal Services	-	527,106	8,585	535,691	535,691	527,822	-	7,869
Expenses	-	42,125	-	42,125	42,125	35,976	-	6,149
Fringe Benefits	-	68,956	(3,311)	65,645	65,645	65,645	-	-
Total Mayor's Office	-	638,187	5,274	643,461	643,461	629,443	-	14,018
Comptroller's Office/Property Insurance								
Personal Services	-	416,606	4,101	420,707	420,707	412,717	-	7,990
Expenses	55,166	202,940	113,420	316,360	371,526	366,350	5,176	-
Fringe Benefits	-	66,979	(3,728)	63,251	63,251	63,039	-	212
Total Comptroller's Office/Property Insurance	55,166	686,525	113,793	800,318	855,484	842,106	5,176	8,202
Purchasing/General Services								
Personal Services	-	282,016	487	282,503	282,503	267,307	-	15,196
Expenses	-	148,894	-	148,894	148,894	66,495	-	82,399
Capital Outlay	-	37,434	-	37,434	37,434	36,521	-	913
Fringe Benefits	-	40,405	5,221	45,626	45,626	44,925	-	701
Total Purchasing/General Services	-	508,749	5,708	514,457	514,457	415,248	-	99,209
Assessing Department								
Personal Services	-	974,402	20,069	994,471	994,471	987,064	-	7,407
Expenses	884,737	38,900	-	38,900	923,637	121,029	795,797	6,811
Fringe Benefits	-	121,534	10,005	131,539	131,539	129,669	-	1,870
Total Assessing Department	884,737	1,134,836	30,074	1,164,910	2,049,647	1,237,762	795,797	16,088
Treasury & Collection Department								
Personal Services	-	518,559	3,807	522,366	522,366	512,412	-	9,954
Expenses	5,000	435,394	52,400	487,794	492,794	446,823	11,378	34,593
Fringe Benefits	-	93,995	(6,280)	87,715	87,715	86,418	-	1,297
Total Treasury & Collection Department	5,000	1,047,948	49,927	1,097,875	1,102,875	1,045,653	11,378	45,844
City Solicitor/Judgments & Settlements								
Personal Services	10,000	797,590	35,281	832,871	842,871	839,826	-	3,045
Expenses	-	261,243	221,972	483,215	483,215	469,021	-	14,194
Fringe Benefits	-	92,523	374	92,897	92,897	91,604	-	1,293
Total City Solicitor's Office/Settlements	10,000	1,151,356	257,627	1,408,983	1,418,983	1,400,451	-	18,532

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
ANNUAL APPROPRIATIONS - LEGAL LEVEL OF CONTROL
SUMMARY OF EXPENDITURES AND TRANSFERS TO OTHER FUNDS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Original Budget	FY 2005 Budget Revisions	FY 2005 Budget As Amended	Total Revised FY 2005 Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
Human Resources Department								
Personal Services	-	553,170	10,920	564,090	564,090	561,726	-	2,364
Expenses	12,500	291,940	(405)	291,535	304,035	282,119	21,899	17
Capital Outlay	-	1,700	-	1,700	1,700	829	-	871
Fringe Benefits	-	66,120	(1,790)	64,330	64,330	63,176	-	1,154
Total Human Resources Department	12,500	912,930	8,725	921,655	934,155	907,850	21,899	4,406
Information Technology Department								
Personal Services	-	679,710	13,509	693,219	693,219	619,416	-	73,803
Expenses	5,950	151,561	(1,116)	150,445	156,395	149,808	5,950	637
Capital Outlay	-	9,700	-	9,700	9,700	9,064	-	636
Fringe Benefits	-	82,042	(539)	81,503	81,503	80,305	-	1,198
Total Information Technology Department	5,950	923,013	11,854	934,867	940,817	858,593	5,950	76,274
Election Commission								
Personal Services	-	486,104	(9,488)	476,616	476,616	442,509	-	34,107
Expenses	6,721	77,670	16,379	94,049	100,770	71,687	2,900	26,183
Fringe Benefits	-	51,133	(5,624)	45,509	45,509	44,850	-	659
Total Election Commission	6,721	614,907	1,267	616,174	622,895	559,046	2,900	60,949
Licensing Commission								
Expenses	-	1,896	-	1,896	1,896	1,436	-	460
Total Licensing Commission	-	1,896	-	1,896	1,896	1,436	-	460
Planning & Development Department								
Personal Services	-	787,279	17,624	804,903	804,903	802,307	2,100	496
Expenses	15,086	48,622	2,045	50,667	65,753	23,823	41,718	212
Fringe Benefits	-	92,015	7,140	99,155	99,155	99,155	-	-
Total Planning & Development Department	15,086	927,916	26,809	954,725	969,811	925,285	43,818	708
Public Building Department								
Personal Services	-	1,395,241	10,432	1,405,673	1,405,673	1,354,122	-	51,551
Expenses	49,775	513,116	80,000	593,116	642,891	553,540	80,990	8,361
Fringe Benefits	-	267,626	(10,956)	256,670	256,670	252,902	-	3,768
Total Public Building Department	49,775	2,175,983	79,476	2,255,459	2,305,234	2,160,564	80,990	63,680
GENERAL GOVERNMENT TOTAL	1,044,971	11,710,649	597,712	12,308,361	13,353,332	11,949,508	970,688	433,136
Police Department								
Personal Services	-	12,572,445	177,615	12,750,060	12,750,060	12,742,437	-	7,623
Expenses	34,402	724,973	4,813	729,786	764,188	762,771	458	959
Capital Outlay	2,690	256,507	6,955	263,462	266,152	252,368	13,783	1
Fringe Benefits	-	1,764,557	(31,729)	1,732,828	1,732,828	1,727,089	-	5,739
Total Police Department	37,092	15,318,482	157,654	15,476,136	15,513,228	15,484,665	14,241	14,322

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
ANNUAL APPROPRIATIONS - LEGAL LEVEL OF CONTROL
SUMMARY OF EXPENDITURES AND TRANSFERS TO OTHER FUNDS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Original Budget	FY 2005 Budget Revisions	FY 2005 Budget As Amended	Total Revised FY 2005 Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
Fire Department								
Personal Services	-	11,065,447	313,528	11,378,975	11,378,975	11,044,383	-	334,592
Expenses	5,674	430,840	16,087	446,927	452,601	433,353	343	18,905
Capital Outlay	21,064	27,000	12,820	39,820	60,884	38,288	7,963	14,633
Fringe Benefits	-	1,726,547	(59,068)	1,667,479	1,667,479	1,667,326	-	153
Total Fire Department	26,738	13,249,834	283,367	13,533,201	13,559,939	13,183,350	8,306	368,283
					-			
Inspectional Services Department								
Personal Services	-	813,746	10,787	824,533	824,533	819,638	-	4,895
Expenses	175	44,323	6,500	50,823	50,998	44,811	-	6,187
Fringe Benefits	-	137,562	(3,821)	133,741	133,741	131,567	-	2,174
Total Inspectional Services Department	175	995,631	13,466	1,009,097	1,009,272	996,016	-	13,256
Civil Defense Department								
Personal Services	-	4,000	-	4,000	4,000	4,000	-	-
Expenses	-	4,238	-	4,238	4,238	4,238	-	-
Fringe Benefits	-	5,831	50	5,881	5,881	5,881	-	-
Total Civil Defense Department	-	14,069	50	14,119	14,119	14,119	-	-
Weights & Measures Department								
Personal Services	-	51,840	1,048	52,888	52,888	52,888	-	-
Expenses	-	3,510	-	3,510	3,510	2,171	-	1,339
Fringe Benefits	-	6,803	127	6,930	6,930	6,928	-	2
Total Weights & Measures Department	-	62,153	1,175	63,328	63,328	61,987	-	1,341
Ambulance Service								
Expenses	-	2,000	-	2,000	2,000	-	-	2,000
Total Ambulance	-	2,000	-	2,000	2,000	-	-	2,000
PUBLIC SAFETY TOTAL	64,005	29,642,169	455,712	30,097,881	30,161,886	29,740,137	22,547	399,202
Public Works Department								
Personal Services	-	6,606,155	665,133	7,271,288	7,271,288	7,153,093	-	118,195
Expenses	306,716	9,828,880	1,936,295	11,765,175	12,071,891	11,263,404	440,326	368,161
Capital Outlay	-	465,710	-	465,710	465,710	448,116	12,908	4,686
Fringe Benefits	-	1,312,659	(28,439)	1,284,220	1,284,220	1,283,560	-	660
Total Public Works Department	306,716	18,213,404	2,572,989	20,786,393	21,093,109	20,148,173	453,234	491,702
PUBLIC WORKS	306,716	18,213,404	2,572,989	20,786,393	21,093,109	20,148,173	453,234	491,702

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
ANNUAL APPROPRIATIONS - LEGAL LEVEL OF CONTROL
SUMMARY OF EXPENDITURES AND TRANSFERS TO OTHER FUNDS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Original Budget	FY 2005 Budget Revisions	FY 2005 Budget As Amended	Total Revised FY 2005 Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
Public Health Department								
Personal Services	-	1,619,028	14,173	1,633,201	1,633,201	1,515,411	-	117,790
Expenses	-	61,695	-	61,695	61,695	53,850	-	7,845
Fringe Benefits	-	276,700	5,614	282,314	282,314	279,449	-	2,865
Total Public Health Department	-	1,957,423	19,787	1,977,210	1,977,210	1,848,710	-	128,500
Human Services Department								
Personal Services	-	470,450	9,584	480,034	480,034	479,659	-	375
Expenses	-	534,156	-	534,156	534,156	510,429	-	23,727
Fringe Benefits	-	70,353	(1,129)	69,224	69,224	68,131	-	1,093
Total Human Services Department	-	1,074,959	8,455	1,083,414	1,083,414	1,058,219	-	25,195
Veteran Services Department								
Personal Services	-	123,254	2,589	125,843	125,843	125,843	-	-
Expenses	-	47,617	-	47,617	47,617	32,718	-	14,899
Fringe Benefits	-	9,607	281	9,888	9,888	9,784	-	104
Total Veteran Services Department	-	180,478	2,870	183,348	183,348	168,345	-	15,003
HEALTH & HUMAN SERVICES TOTAL	-	3,212,860	31,112	3,243,972	3,243,972	3,075,274	-	168,698
Newton Public Library								
Personal Services	-	3,221,819	51,217	3,273,036	3,273,036	3,270,699	-	2,337
Expenses	-	930,392	15,354	945,746	945,746	976,521	-	(30,775)
Capital Outlay	-	-	-	-	-	-	-	-
Fringe Benefits	-	445,764	33,370	479,134	479,134	475,627	-	3,507
Total Newton Public Library	-	4,597,975	99,941	4,697,916	4,697,916	4,722,847	-	(24,931)
Parks & Recreation Department								
Personal Services	-	2,250,303	63,097	2,313,400	2,313,400	2,280,573	-	32,827
Expenses	-	1,456,611	784,859	2,241,470	2,241,470	2,232,798	-	8,672
Capital Outlay	-	4,500	-	4,500	4,500	4,465	-	35
Fringe Benefits	-	314,142	822	314,964	314,964	310,117	-	4,847
Total Parks & Recreation Department	-	4,025,556	848,778	4,874,334	4,874,334	4,827,953	-	46,381
Newton History Museum								
Personal Services	-	165,102	4,338	169,440	169,440	168,444	-	996
Expenses	-	18,121	-	18,121	18,121	16,385	-	1,736
Fringe Benefits	-	14,987	554	15,541	15,541	15,540	-	1
Total Newton History Museum	-	198,210	4,892	203,102	203,102	200,369	-	2,733
CULTURE & RECREATION TOTAL	-	8,821,741	953,611	9,775,352	9,775,352	9,751,169	-	24,183

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
ANNUAL APPROPRIATIONS - LEGAL LEVEL OF CONTROL
SUMMARY OF EXPENDITURES AND TRANSFERS TO OTHER FUNDS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Original Budget	FY 2005 Budget Revisions	FY 2005 Budget As Amended	Total Revised FY 2005 Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
ATB INTEREST								
Expenses	-	50,000	-	50,000	50,000	-	-	50,000
Total ATB Interest	-	50,000	-	50,000	50,000	-	-	50,000
DEBT & INTEREST								
Debt Service	-	6,290,226	98,889	6,389,115	6,389,115	6,387,369	-	1,746
Total Debt & Interest	-	6,290,226	98,889	6,389,115	6,389,115	6,387,369	-	1,746
RETIREMENT								
Personal Services	-	140,395	-	140,395	140,395	138,046	-	2,349
Expenses	-	10,761,122	(601,956)	10,159,166	10,159,166	10,147,732	-	11,434
Fringe Benefits	-	5,926,575	797,380	6,723,955	6,723,955	6,723,840	-	115
Total Retirement	-	16,828,092	195,424	17,023,516	17,023,516	17,009,618	-	13,898
APPROPRIATED RESERVES								
Wage & Salary Reserve	451,720	1,202,915	(437,948)	764,967	1,216,687	-	1,216,687	-
Reserve Fund (Budget Reserve)	-	745,000	(742,952)	2,048	2,048	-	-	2,048
Total Budgetary Reserves	451,720	1,947,915	(1,180,900)	767,015	1,218,735	-	1,216,687	2,048
NEWTON PUBLIC SCHOOLS (1)	222,217	130,913,007	(779,048)	130,133,959	130,356,176	130,156,996	183,129	16,051
STATE & COUNTY ASSESSMENTS (2)	-	5,028,154	4,819	5,032,973	5,032,973	5,045,783	-	(12,810)
SPECIAL APPROPRIATIONS (3)	3,487,343	-	701,396	701,396	4,188,739	2,121,422	2,066,918	399
TOTAL EXPENDITURE BUDGETS	5,576,972	232,658,217	3,651,716	236,309,933	241,886,905	235,385,449	4,913,203	1,588,253
TRANSFERS TO OTHER FUNDS:								
Workers Comp Self Insurance Fund - Municipal	-	972,870	-	972,870	972,870	972,870	-	-
Workers Comp Self Insurance Fund - School	-	350,000	-	350,000	350,000	350,000	-	-
School Athletic Revolving Fund - School	-	935,000	31,048	966,048	966,048	966,048	-	-
School Lunch Fund - School	-	-	748,000	748,000	748,000	748,000	-	-
Federal Grant Special Revenue Fund - Municipal	-	2,000	10,000	12,000	12,000	12,000	-	-
Capital Stabilization Fund	-	80,000	2,503,727	2,583,727	2,583,727	2,583,727	-	-
Water Utility Special Revenue Fund	-	-	-	-	-	-	-	-
Total Transfers to Other Funds	-	2,339,870	3,292,775	5,632,645	5,632,645	5,632,645	-	-
TOTAL: GENERAL FUND	\$ 5,576,972	\$ 234,998,087	\$ 6,944,491	\$ 241,942,578	\$ 247,519,550	\$ 241,018,094	\$ 4,913,203	\$ 1,588,253

(1) Excludes inter-fund transfers - re-cap of total school budget below.

(2) Please refer to analysis of state aid and assessments for detail.

(3) Please refer to special appropriation status report for detail..

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
ANNUAL APPROPRIATIONS - LEGAL LEVEL OF CONTROL
SUMMARY OF EXPENDITURES AND TRANSFERS TO OTHER FUNDS
Fiscal Year Ended June 30, 2005

	<u>Continued Appropriations</u>	<u>FY 2005 Original Budget</u>	<u>FY 2005 Budget Revisions</u>	<u>FY 2005 Budget As Amended</u>	<u>Total Revised FY 2005 Budget</u>	<u>Expended</u>	<u>Encumbered/ Continued</u>	<u>Closed to Fund Balance</u>
	<u>Continued Appropriations</u>	<u>FY 2005 Original Budget</u>	<u>FY 2005 Budget Revisions</u>	<u>FY 2005 Budget As Amended</u>	<u>Total FY 2005 Budget</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Closed to Fund Balance</u>
FY 2005 School Budget Re-Cap								
Operating Budget	\$ 222,217	\$ 130,913,007	\$ (779,048)	\$ 130,133,959	\$ 130,356,176	\$ 130,156,996	\$ 183,129	\$ 16,051
Transfer to School Lunch Fund	-	-	748,000	748,000	748,000	748,000	-	-
Transfer to Workers Compensation Self Insurance Fund	-	350,000	-	350,000	350,000	350,000	-	-
Transfer to High School Renovations Fund	-	-	-	-	-	-	-	-
Transfer to Athletic Revolving Fund	-	935,000	31,048	966,048	966,048	966,048	-	-
Total School Budget	<u>\$ 222,217</u>	<u>\$ 132,198,007</u>	<u>\$ -</u>	<u>\$ 132,198,007</u>	<u>\$ 132,420,224</u>	<u>\$ 132,221,044</u>	<u>\$ 183,129</u>	<u>\$ 16,051</u>

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
SPECIAL APPROPRIATION BUDGET TO ACTUAL REPORT - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Revisions	Final Revised Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
City Clerk/Clerk of the Board of Aldermen						
Audio system improvements - FY 2005	\$ -	\$ 1,665	\$ 1,665	\$ 1,665	\$ -	\$ -
Technology Project - FY 2004	14,055	(5)	14,050	14,050	-	-
Total Clerk/Clerk of the Board of Aldermen	14,055	1,660	15,715	15,715	-	-
Purchasing/Central Services						
City-Wide Telecommunications Study/Equipment - FY 1999 & 2002	40,447	-	40,447	2,815	37,632	-
Copier Replacement - FY 2004	44,398	-	44,398	44,398	-	-
Postage Machine Replacement - FY 2004	-	-	-	-	-	-
Total Purchasing Department	84,845	-	84,845	47,213	37,632	-
Treasurer/Collections						
Treasurer's office technology - FY 2005	40,000	(6,180)	33,820	21,383	12,437	-
Total Treasurer's Office	40,000	(6,180)	33,820	21,383	12,437	-
City Solicitor						
Ordinance Recodification - FY 2000	1,930	-	1,930	-	1,930	-
Total City Solicitor's Office	1,930	-	1,930	-	1,930	-
Information Technology						
Municipal Computer Technology Program - FY 1999-2002	63,372	-	63,372	24,550	38,822	-
Pentamation Software Upgrade - FY 2003	427,048	-	427,048	363,485	63,563	-
City-wide .Network Improvements - FY 2003 & 2004	570,349	-	570,349	70,395	499,954	-
Geographic Information System Program - FY 1995	28,244	-	28,244	-	28,244	-
Total MIS Department	1,089,013	-	1,089,013	458,430	630,583	-
Planning & Development						
Deer Park Improvements - FY 1996	16,931	-	16,931	3,824	13,107	-
Houghton Garden Improvements - FY 1998	12,778	-	12,778	-	12,778	-
Conservation Signs - FY 1999	2,000	-	2,000	-	2,000	-
Bicycle Master Plan	-	-	-	-	-	-
Jackson/Daniels Traffic Study - 2005	-	15,000	15,000	-	15,000	-
Williams School Traffic Study - 2005	-	10,000	10,000	5,188	4,812	-
Parking Meters - 2005	-	20,000	20,000	-	20,000	-
CATV Licensing - FY 1999	777	-	777	-	777	-
Total Planning & Development Department	32,486	45,000	77,486	9,012	68,474	-
Public Buildings						
Fire Station Improvements - Sliding Poles - FY 2004	30,000	-	30,000	-	30,000	-
Fire Station #4 Boiler repairs	25,000	(25,000)	-	-	-	-
Police Dispatch Center Improvements	46,341	-	46,341	2,325	44,016	-
City Hall Window Repairs - FY 1997	50,255	-	50,255	-	50,255	-

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
SPECIAL APPROPRIATION BUDGET TO ACTUAL REPORT - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Revisions	Final Revised Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
City Hall HVAC Improvements - FY 1999	15,978	(6,000)	9,978	-	9,978	-
Building Dept. office boiler replacement - FY 2004	35,000	-	35,000	2,880	32,120	-
Building Dept. Vehicle Replacement - FY 2004	25,000	-	25,000	16,465	8,535	-
Jackson Homestead Renovations - FY 1998	43,911	-	43,911	-	43,911	-
Gath Pool Repairs - FY 2001	-	-	-	-	-	-
Library Cooling Tower Repairs - 2004 & 2005	59,164	6,284	65,448	65,448	-	-
DPW Garage Oil/Gas Separators - FY 1999	11,785	-	11,785	-	11,785	-
DPW Eliot Street Operation Ctr Boiler Replacement - FY 2005	-	24,462	24,462	24,462	-	-
Municipal Building Electrical Upgrades - FY 1994	15,000	-	15,000	-	15,000	-
Municipal Bldg. Handicapped Accessibility Study - FY 1997	23,250	(3,000)	20,250	-	20,250	-
Energy Conservation Improvements - FY 1999	3,286	-	3,286	2,626	660	-
Underground Fuel Tank Removal & Replacement - FY 1999-2002	27,707	(27,707)	-	-	-	-
Police Station Handicapped Access Improvements - FY 2003	66,617	-	66,617	-	66,617	-
Underwood School boiler replacement - FY 2002	16,665	(16,665)	-	-	-	-
Cabot School Masonry Repairs - FY 2003	-	-	-	-	-	-
Horace Mann Modular Classroom Relocation - FY 2003	1,025	(1,025)	-	-	-	-
Brown Middle School Science Room Improvements - FY 2003	17,815	-	17,815	-	17,815	-
School Lighting System Upgrades - FY 2003	-	-	-	-	-	-
School Lavatory Repairs - FY 2003	55,000	-	55,000	-	55,000	-
Countryside School generator replacement - FY 2004	100,000	-	100,000	15,151	84,849	-
Zervas School boiler replacement - FY 2004	53,905	(100)	53,805	53,805	-	-
Pierce School window replacement design - FY 2004	22,700	-	22,700	11,698	11,002	-
Carr School building repairs - FY 2005	-	40,000	40,000	9,369	30,631	-
Senior Center Remodeling - FY 2004	50,000	-	50,000	29,333	20,667	-
City-Wide Environmental Remediation - FY 2000- 2004	151,636	90,000	241,636	138,037	103,599	-
Total Public Building Department	947,040	81,249	1,028,289	371,599	656,690	-
Police						
Police Reaccreditations - FY 2001	6,576	-	6,576	6,177	-	399
Police Vehicle replacement	-	-	-	-	-	-
Total Police Department	6,576	-	6,576	6,177	-	399
Fire						
Emergency Medical Supplies - FY 2003	20,000	-	20,000	-	20,000	-
Engine #3 Replacement - FY 2004	309,900	-	309,900	309,900	-	-
Engine #10 Refurbish - FY 2004	65,000	(708)	64,292	64,292	-	-
Fire Wire Truck Replacement - FY 2005	-	160,000	160,000	-	160,000	-
Defibrillator Replacement - FY 2005	-	48,330	48,330	47,122	1,208	-
Automobile Vehicle Replacement - FY 2005	-	56,000	56,000	56,000	-	-
Watch desk replacement - FY 2004	30,000	-	30,000	-	30,000	-
Protective Clothing - FY 2003/FY 2004	88,072	-	88,072	80,133	7,939	-
Total Fire Department	512,972	263,622	776,594	557,447	219,147	-
Inspectional Services						

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
SPECIAL APPROPRIATION BUDGET TO ACTUAL REPORT - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Revisions	Final Revised Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
Archival System - FY 1993	21,498	(998)	20,500	-	20,500	-
ISD Office Improvements - FY 2004	23,500	(1,861)	21,639	21,639	-	-
Emergency Building Demolition/Boarding - FY 1995	50,000	-	50,000	-	50,000	-
Total Inspection Services Department	94,998	(2,859)	92,139	21,639	70,500	-
Education						
School Technology Lease/Purchase - FY 2003	-	230,102	230,102	230,102	-	-
Williams School sign - FY 205	-	1,000	1,000	-	1,000	-
School E-Rate Technology - FY 2004	45,745	(65)	45,680	45,680	-	-
Total Newton Public Schools	45,745	231,037	276,782	275,782	1,000	-
Public Works						
Jackson Homestead Parking Area Improvements - FY 1999	7,026	(7,026)	-	-	-	-
Washington Street Drainage Improvements - FY 2002	2,941	(2,941)	-	-	-	-
Larkspur Road Drainage Improvements - FY 2005	-	18,000	18,000	13,761	4,239	-
Hampton Place Drainage Improvements - FY 2005	-	50,000	50,000	10,750	39,250	-
West Newton Traffic Signal Improvements - 2005	-	7,805	7,805	7,805	-	-
Betterment Sidewalks	90,000	-	90,000	54,057	35,943	-
Eliot Street Salt/Sand Shed Repairs - FY 2001	8,925	(1,000)	7,925	7,925	-	-
Total Public Works Department	108,892	64,838	173,730	94,298	79,432	-
Public Health						
Flu Clinics - FY 2005	-	22,528	22,528	22,528	-	-
Mosquito Control Program - FY 2001	21,033	-	21,033	19,569	1,464	-
Total Health Department	21,033	22,528	43,561	42,097	1,464	-
Human Services						
Sewer Emergency Relief - FY 1999	9,098	-	9,098	-	9,098	-
Total Human Services Department	9,098	-	9,098	-	9,098	-
Public Library						
Main Library Carpet Replacement	-	-	-	-	-	-
Total Newton Public Library	-	-	-	-	-	-
Parks & Recreation						
Field Renovation Program - FY 1999 & 2000	46,067	(1,916)	44,151	44,151	-	-
Burr Park Improvements - FY 2000 & 2001	12,500	-	12,500	-	12,500	-
Davis School Playground Improvements - FY 2001	13,036	-	13,036	-	13,036	-
Turf Upgrade Program - FY 2000-2002	58,189	-	58,189	58,119	70	-
Weeks Park Playground Improvements - FY 2001	-	-	-	-	-	-
Playground Safety Audit/Equipment Replacement Program - FY 2001-2004	33,792	-	33,792	19,102	14,690	-
Playground Equipment - FY 2003	7,265	(75)	7,190	7,190	-	-

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
SPECIAL APPROPRIATION BUDGET TO ACTUAL REPORT - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Revisions	Final Revised Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
Warren Lincoln Playground Improvements - FY 2002	-	-	-	-	-	-
Albemarle Playfield Improvements - FY 2003	-	-	-	-	-	-
Upper Falls Playground Improvements - FY 2004	12,500	-	12,500	-	12,500	-
Newton Centre Playground Improvements - FY 2004	30,000	-	30,000	-	30,000	-
Parks Vehicle Replacement Program - FY 2002-2004	40,180	(9)	40,171	36,947	3,224	-
Tree Planting Program - FY 2000-2002	40,790	-	40,790	25,000	15,790	-
Tree Pruning - FY 2004	13,240	-	13,240	-	13,240	-
Tennis Court Repairs - FY 1999-2002	124,792	-	124,792	-	124,792	-
Pellegrini Park Well - FY 2004	15,000	-	15,000	8,330	6,670	-
Lower Falls Playground Landscaping - FY 1996	6,167	-	6,167	-	6,167	-
Crystal Lake Cove Improvements - FY 1997 & 2001 & 2005	-	2,500	2,500	-	2,500	-
Nahanton Park Improvements - FY 1997	6,886	-	6,886	-	6,886	-
Crystal Lake Dock Replacement - FY 2003	3,253	-	3,253	450	2,803	-
Total Parks & Recreation Department	463,657	500	464,157	199,289	264,868	-
Newton History Museum						
Jackson Homestead Sign Improvements - FY 2003	12,500	-	12,500	-	12,500	-
Jackson Homestead Electrical Improvements - FY 2000	2,504	-	2,504	1,341	1,163	-
Total Jackson Homestead	15,004	-	15,004	1,341	13,663	-
TOTAL GENERAL FUND SPECIAL APPROPRIATIONS	\$ 3,487,344	\$ 701,395	\$ 4,188,739	\$ 2,121,422	\$ 2,066,918	\$ 399

CITY OF NEWTON
GENERAL FUND
RESERVE FUND ACTIVITY
Fiscal Year Ended June 30, 2005
(with comparative information for five previous fiscal years)

FY 2005 Reserve Fund Budget Appropriation		\$	745,000	Historical Reserve Fund Activity	FY 2005	FY 2004	FY 2003	FY 2002	FY 2001	FY 2000
Supplemental appropriations:			-	Reserve Fund Appropriation	\$ 745,000	\$ 1,518,398	\$ 1,673,300	\$ 1,600,000	\$ 2,579,190	\$ 1,500,000
Total Reserve Fund (Budget Reserve) Appropriation			745,000							
Reserve Fund Appropriations:				Uses:						
				Snow & Ice Control	(630,525)	(767,916)	(856,962)	(576,442)	(783,651)	(557,610)
				Fire Department Overtime	-	(501,867)	(470,000)	(385,000)	(250,000)	(290,000)
#390-04	Legal claim -police vehicle accident		(21,500)	Police Department Overtime	-	-	-	(98,000)	(33,000)	(125,000)
#407-04	Forestry grant match		(10,000)	Library Department Overtime	-	(30,000)	(40,000)	(52,000)	-	(54,000)
#420-04	Legal claim - snow plow vehicle accident		(6,472)	Grant Matching Requirements	(10,000)	(7,966)	-	(1,000)	(4,500)	(30,692)
#450-04	Legal assistance - ZBA case		(25,000)	Legal settlements	(41,972)	(35,000)	(10,601)	(25,504)	(95,971)	-
#26-05	Fire equipment repairs		(12,927)	Prior Year Unpaid Bills	-	-	-	-	-	(98,500)
#16-05	Flu vaccinations		(22,528)	Capital Outlay & Improvements	-	(8,885)	(27,987)	-	-	(136,870)
#29-05	Parks snow & ice control		(630,525)	Other Miscellaneous - Municipal	(60,455)	(166,368)	(99,508)	(192,841)	(52,228)	(175,632)
#15-05	Legal claim - police vehicle accident		(14,000)	Newton Public Schools	-	-	-	(38,000)	(879,190)	-
				Municipal Salaries/Wages	-	-	(28,838)	(180,000)	(24,485)	-
				Group Insurance & Workers Comp.	-	-	-	-	(388,000)	-
				Total Appropriations:	(742,952)	(1,518,002)	(1,533,896)	(1,548,787)	(2,511,025)	(1,468,304)
Total Appropriations			(742,952)							
Unobligated balance closed to fund balance:		\$	2,048	Closed to fund balance:	\$ 2,048	\$ 396	\$ 139,404	\$ 51,213	\$ 68,165	\$ 31,696

CITY OF NEWTON
GENERAL FUND
ANALYSIS OF FREE CASH AND OVERLAY SURPLUS USES
Fiscal Year Ended June 30, 2005

July 1, 2004 Certified Free Cash		<u>\$4,832,778</u>
<u>Free Cash Appropriations:</u>		
#433-04	Fire department vehicle replacement	(56,000)
#29-05	Parks department snow & ice control	(14,670)
#28-05	Public works department snow & ice control	(1,619,683)
#62-05	Board of Aldermen chamber sound system	(1,665)
#66-05	NNHS debt issuance costs	(23,764)
#67-05	Fire department overtime	(306,146)
#81-05	Parks department snow & ice control	(152,994)
#82-05	Public works department snow & ice control	(457,856)
#110-05(2)	Fiscal year 2006 budget	(2,200,000)
	Total Appropriations	<u>\$ (4,832,778)</u>
	Available balance designated for FY 2006 operating budget:	<u><u>-</u></u>
	Overlay Surplus Released by Board of Assessors	<u>503,122</u>
<u>Overlay Surplus Appropriations:</u>		
#82-05	Public works department snow & ice control	(503,122)
		<u>-</u>
	Total Appropriations	<u>(503,122)</u>
	Unappropriated overlay surplus closed to fund balance	<u><u>\$ -</u></u>

CITY OF NEWTON, MASSACHUSETTS
GENERAL FUND
ANALYSIS OF STATE AID AND ASSESSMENTS
Fiscal Year Ended June 30, 2005
(with comparative information for 5 previous fiscal years)

	Fiscal Year Ended June 30, 2005		Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year
	Budget	Actual	2004 Actual	2003 Actual	2002 Actual	2001 Actual	2000 Actual
Chapter 70 education assistance	\$ 9,115,550	\$ 9,115,550	\$ 9,115,550	\$ 11,394,437	\$ 11,394,437	\$ 10,796,523	\$ 8,818,349
School building assistance	2,771,504	2,771,504	2,771,504	2,043,821	2,043,821	2,097,414	873,365
School transportation reimbursement	-	-	-	550,399	625,433	682,608	704,124
Charter tuition reimbursement	11,255	7,650	206	-	10,436	16,623	4,459
School choice tuition reimbursement	-	-	-	-	-	-	1,105
Tuition reimbursement for state wards	-	-	-	-	-	13,199	25,742
Lottery assistance	4,428,398	4,428,398	4,428,398	4,722,756	5,209,880	5,753,477	5,137,242
Additional assistance aid	1,377,012	1,377,012	1,377,012	1,468,543	1,732,789	1,723,225	1,732,789
Municipal relief aid	306,526	389,592	-	-	-	-	-
Regional library aid	61,025	61,025	-	-	-	-	-
Chapter 81 highway aid	-	-	-	-	31,885	127,540	127,540
Police career incentive aid (Quinn Bill reimbursement)	603,886	593,612	581,530	576,814	515,036	473,909	393,842
Veteran benefit reimbursement	24,835	19,445	28,390	11,408	14,858	11,683	9,900
Property tax exemption reimbursement	160,239	151,911	156,927	161,451	171,723	175,376	179,008
Total "Cherry Sheet" Aid	<u>18,860,230</u>	<u>18,915,699</u>	<u>18,459,517</u>	<u>20,929,629</u>	<u>21,750,298</u>	<u>21,871,577</u>	<u>18,007,465</u>
Middlesex County	-	-	-	-	-	-	(182,988)
Retired employee health insurance	(16,408)	(16,408)	(6,714)	(3,370)	(681)	(14,127)	(23,296)
Air Pollution Control District	(31,500)	(31,500)	(30,857)	(30,144)	(29,234)	(28,236)	(27,620)
Metropolitan Area Planning Council	(22,129)	(22,129)	(21,806)	(21,274)	(20,525)	(20,107)	(19,712)
Registry of Motor Vehicle Non-Renewal Surcharges	(192,060)	(209,180)	(192,060)	(114,860)	(118,940)	(116,860)	(133,100)
MBTA	(4,742,915)	(4,742,915)	(4,818,821)	(4,882,424)	(4,945,829)	(4,985,627)	(4,985,627)
Boston Metro Transit District	(2,688)	(2,688)	(2,688)	(2,839)	(2,839)	(2,987)	(2,988)
Energy Conservation	-	-	-	-	(5,000)	-	-
Special Education	(14,238)	(14,238)	(13,814)	(7,782)	(9,564)	-	(9,790)
Charter School Tuition	(11,035)	(6,725)	-	(11,079)	(9,969)	(6,312)	(10,816)
School Choice Tuition	-	-	-	(7,650)	-	-	-
Total State Assessments & Charges	<u>(5,032,973)</u>	<u>(5,045,783)</u>	<u>(5,086,760)</u>	<u>(5,081,422)</u>	<u>(5,142,581)</u>	<u>(5,174,256)</u>	<u>(5,395,937)</u>
 Net "Cherry Sheet" Aid	 \$ <u>13,827,257</u>	 \$ <u>13,869,916</u>	 <u>13,372,757</u>	 \$ <u>15,848,207</u>	 \$ <u>16,607,717</u>	 \$ <u>16,697,321</u>	 \$ <u>12,611,528</u>

CITY OF NEWTON
PROPERTY TAX PROVISION FOR ABATEMENTS AND EXEMPTIONS
SUMMARY OF ACTIVITY
Fiscal Year Ended June 30, 2005
(and five previous fiscal years)

	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000
Original Provision for Abatements & Exemptions	\$ 2,673,282	\$ 2,612,377	\$ 2,518,172	\$ 2,156,379	\$ 2,191,114	\$ 2,000,817
Deficits Raised	-	-	-	-	-	-
Abatements & Exemptions thru 6/30/2004	-	(494,197)	(396,026)	(654,157)	(432,725)	(521,216)
Senior Work Program Credits thru 6/30/2004	-	(8,964)				
Overlay Surplus Declarations thru 6/30/2004		<u>(395,000)</u>	<u>(1,000,000)</u>	<u>(917,542)</u>	<u>(1,641,453)</u>	<u>(1,396,593)</u>
June 30, 2004 Balances	-	-	1,122,146	584,680	116,936	83,008
Less: FY 2005 Abatements & Exemptions	(966,454)	(17,435)	-	-	-	-
Less: FY 2005 Senior Work Program Credits	(24,802)	-	-			
Less: FY 2005 Overlay Surplus Declarations	<u>-</u>	<u>-</u>	<u>(503,122)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total abatements & exemptions thru 6/30/2005	(966,454)	(511,632)	(396,026)	(654,157)	(432,725)	(521,216)
Total Senior Work program credits thru 6/30/2005	(24,802)	(8,964)	-	-	-	-
Total Overlay surplus declarations thru 6/30/2005	<u>-</u>	<u>(395,000)</u>	<u>(1,503,122)</u>	<u>(917,542)</u>	<u>(1,641,453)</u>	<u>(1,396,593)</u>
June 30, 2005 Balances	\$ <u>1,682,026</u>	\$ <u>1,696,781</u>	\$ <u>619,024</u>	\$ <u>584,680</u>	\$ <u>116,936</u>	\$ <u>83,008</u>

SPECIAL REVENUE FUNDS

Description of Special Revenue Funds

School Lunch Fund:

This fund is used to account for the operations of the Newton Public School Department's student lunch program. Revenues are generated from the sale of lunches, state and federal reimbursement grants, and investment income. A formal budget is not adopted for this fund; however, expenditures can not exceed revenues plus the beginning fund balance. Any difference between fund revenues and expenditures is financed with a transfer from the School Department's general fund operating budget. It is the policy of the Newton Public school department to subsidize all fund employee benefit costs.

Highway Improvement Fund

This fund is used to account for the revenues and expenditures of the Commonwealth of Massachusetts Chapter 90 highway construction grant funds. Grant budgets are recorded based upon annual grant awards from the Commonwealth, Board of Aldermen authorization of annual spending authority, and approval of specific construction projects by the Massachusetts Highway Department.

Revolving Fund

The Revolving Fund is used to account for a variety of functions that are expected to be self-supporting, such as departmental private duty details, school athletics, summer school, drivers education, and creative arts, pre-school and creative arts. All revolving funds, except for statutory school funds and private duty detail funds,, are authorized annually by vote of the Board of Aldermen under Massachusetts General Law Chapter 44, Section 53E 1/2. This fund is also used to account for damage recoveries of less than \$20,000 and for police asset forfeitures. Fund expenditures are limited to the lesser of actual available resources or the annual spending limit authorized by the Board of Aldermen.

Receipts Reserved Fund

This fund is used to account for a variety of local revenues whose use is legally restricted to a specific purpose and can only be spent with the prior appropriation of the Board of Aldermen. The fund is used to account for proceeds from the sale of surplus real estate, parking meter receipts, traffic mitigation funds, and revenues generated from cable television license agreements and the sale of recyclable materials. No expenditures can be made directly from the fund; rather, resources are appropriated and transferred to the City's general fund for expenditure.

Community Development Fund

This fund is used to account for activities undertaken with federal Community Development Block Grant funds. The Mayor and Board of Aldermen approve each year's grant budget.

Federal HOME Grant Fund

Beginning July 1, 2004, Federal HOME grant activity was moved from a sub-fund in the Municipal Federal Grant Fund to an individual fund. This fund is used to account for and report Federal HOME grant program housing assistance programs administered by the Newton Department of Planning and Community Development for Newton and participating neighboring communities.

Municipal Federal Grant Fund

This fund is used to account for a variety of categorical municipal federal grants. The Board of Aldermen approve annual grant budgets and grant budget obligations are limited to the lesser of actual available resources or the annual spending limit authorized by the Board.

Municipal State Grant Fund

This fund is used to account for a variety of categorical municipal state grants. The Board of Aldermen approve annual grant budgets and grant budget obligations are limited to the lesser of actual available resources or the annual spending limit authorized by the Board.

School State Grant Fund

This fund is used to account for all categorical public education state grants. The School Committee approves annual grant budgets and grant budget obligations are limited to the lesser of actual available resources or the annual spending limit authorized by the Committee.

School Federal Grant Fund

This fund is used to account for all categorical public education federal grants. The School Committee approves annual grant budgets and grant budget obligations are limited to the lesser of actual available resources or the annual spending limit authorized by the Committee.

Community Preservation Fund

This fund is used to account for the 1% local property tax surcharge that the voter of the City approved in November of 2001 for open space, historic resources, and affordable housing purposes. A minimum of 10% of each year's surcharge revenue must be appropriated to each of the statutory fund purposes each year. The Commonwealth of Massachusetts currently provides matching grants to Community Preservation Act participating communities equal to the total amount billed under the Community Preservation tax surcharge. The Board of Aldermen has appropriation authority over all community preservation funds; however, all appropriation recommendations must originate with a nine member Community Preservation Committee.

Newton Community Development Authority Fund

This fund is used to account for the housing and economic development activities of the Newton Community Development Authority (the authority). The Director of Planning and Development serves as Chairman of the Authority, which is staffed by Planning and Development employees.

Permanent Fund

This fund is used to account for a variety of municipal purposes, which were formerly classified as trust funds. Included within the fund is the Library Common Fund, which is used by the Library Board of Trustees to account for the purchase of library supplies and materials and the enhancement of public library services in Newton.

Sewer Fund

This fund is used to account for the operation and maintenance of the City's sanitary sewer collection system, as well as paying the Massachusetts Water Resources Authority (MWRA) annual charges for sanitary sewer disposal. Fund expenditures are financed in full from user charges that are levied on users of the system.

Water Fund

This fund is used to account for the operation and maintenance of the City's water supply distribution system, as well as paying the Massachusetts Water Resources Authority (MWRA) annual charges for providing water to the City. Fund expenditures are financed in full from user charges that are levied on users of the system.

Gift Fund

This fund is used to account for private gifts and donations that are unrelated to any other fund. Expenditures are limited to the lesser of actual available resources or the annual spending limit authorized by the Board of Aldermen and School Committee.

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
COMBINING LEVEL BALANCE SHEET - BUDGETARY BASIS
June 30, 2005

	School Lunch Fund	Highway Improvement Fund	Revolving Fund	Receipts Reserved Fund	Federal Community Development Fund	Municipal Federal Grant Fund	Federal HOME Grant Fund
ASSETS:							
Cash & temporary investments	\$ 538,807	\$ -	\$ 2,704,494	\$ 2,726,002	\$ 523	\$ 111,999	100,877
Petty cash	2,400	-	500	-	250	-	-
Investments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Real estate taxes receivable	-	-	-	-	-	-	-
User charges receivable	-	-	376,487	-	-	-	-
Federal/state grants receivable	35,294	262,573	-	-	22,096	43,405	-
Accrued interest & dividends receivable	-	-	-	-	-	-	-
Special assessments receivable	-	-	-	-	-	-	-
Utility liens receivable	-	-	-	-	-	-	-
Loans & notes receivable	-	-	-	360,000	-	-	-
Other accounts receivable	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-
Total Assets	<u>576,501</u>	<u>262,573</u>	<u>3,081,481</u>	<u>3,086,002</u>	<u>22,869</u>	<u>155,404</u>	<u>100,877</u>
LIABILITIES & FUND BALANCES:							
Warrants payable	286,417	46,583	125,323	-	15,665	22,612	-
Accrued expenses	53,034	29,312	77,090	-	6,954	-	12,484
Accrued payroll	229,996	-	22,862	-	-	-	-
Revenue refunds payable	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Due to other funds	-	54,219	-	-	-	-	-
Deferred revenue	-	-	255,659	360,000	-	15,763	-
Total Liabilities	<u>569,447</u>	<u>130,114</u>	<u>480,934</u>	<u>360,000</u>	<u>22,619</u>	<u>38,375</u>	<u>12,484</u>
Fund Balance - Encumbrances and continued appropriations	-	-	-	-	-	-	-
Fund Balance - Non expendable permanent funds	-	-	-	-	-	-	-
Fund Balance - Expendable permanent funds	-	-	-	-	-	-	-
Fund Balance - Loans	-	-	-	-	-	-	-
Fund Balance - Special revenue purposes	4,654	132,459	2,600,547	1,698,170	-	117,029	88,393
Fund Balance - Continuing Appropriations	-	-	-	-	-	-	-
Fund Balance - Available for Appropriation	-	-	-	-	-	-	-
Fund Balance - Petty cash	2,400	-	-	-	250	-	-
Fund Balance - Payroll & travel advances	-	-	-	-	-	-	-
Fund Balance - Following year budget	-	-	-	1,027,832	-	-	-
Total Fund Balances	<u>7,054</u>	<u>132,459</u>	<u>2,600,547</u>	<u>2,726,002</u>	<u>250</u>	<u>117,029</u>	<u>88,393</u>
Total Liabilities & Fund Balances	<u>\$ 576,501</u>	<u>\$ 262,573</u>	<u>\$ 3,081,481</u>	<u>\$ 3,086,002</u>	<u>\$ 22,869</u>	<u>\$ 155,404</u>	<u>100,877</u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
COMBINING LEVEL BALANCE SHEET - BUDGETARY BASIS
June 30, 2005

	Municipal State Grant Fund	School State Grant Fund	School Federal Grant Fund	Community Preservation Fund	Community Developmt. Authority	Permanent Fund	Sewer Utility Fund	Water Utility Fund
ASSETS:								
Cash & temporary investments	\$ 802,157	\$ 99,350	\$ 358,391	\$ 7,173,800	\$ 572,988	\$ 432,363	\$ 1,804,545	\$ 3,564,143
Petty cash	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	972,631	-	-
Due from other funds	-	-	-	-	-	-	-	-
Real estate taxes receivable	-	-	-	58,790	-	-	-	-
User charges receivable	-	-	-	-	-	-	3,276,738	1,911,289
Federal/state grants receivable	2,250	33,557	131,619	1,899,326	-	-	2,919,931	-
Accrued interest & dividends receivable	-	-	-	-	431,591	4,064	-	-
Special assessments receivable	-	-	-	-	-	-	135,451	-
Utility liens receivable	-	-	-	-	-	-	141,281	84,733
Loans & notes receivable	-	-	-	1,100,000	5,744,737	-	-	-
Other accounts receivable	-	-	-	298	-	-	-	-
Other assets	-	2,700	-	-	-	-	-	-
Total Assets	<u>804,407</u>	<u>135,607</u>	<u>490,010</u>	<u>10,232,214</u>	<u>6,749,316</u>	<u>1,409,058</u>	<u>8,277,946</u>	<u>5,560,165</u>
LIABILITIES & FUND BALANCES:								
Warrants payable	54,524	12,740	50,498	56,561	-	440	94,808	103,908
Accrued expenses	89,901	27,577	6,369	44,345	193,014	-	86,330	71,574
Accrued payroll	13,867	72,998	215,156	-	-	-	1,358	423
Revenue refunds payable	-	-	-	-	-	-	156,797	68,772
Other liabilities	-	-	160	-	2,883,979	-	239,789	122,954
Due to other funds	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	3,058,414	-	-	4,039,238	568,616
Total Liabilities	<u>158,292</u>	<u>113,315</u>	<u>272,183</u>	<u>3,159,320</u>	<u>3,076,993</u>	<u>440</u>	<u>4,618,320</u>	<u>936,247</u>
Fund Balance - Encumbrances and continued appropriatio:	-	-	-	4,887,428	-	-	97,752	749,998
Fund Balance - Non expendable permanent funds	-	-	-	-	-	395,818	-	-
Fund Balance - Expendable permanent funds	-	-	-	-	-	1,012,800	-	-
Fund Balance - Loans	-	-	-	-	2,860,759	-	-	-
Fund Balance - Special revenue purposes	646,115	19,592	217,827	2,185,466	811,564	-	2,434,163	1,427,406
Fund Balance - Continuing Appropriations	-	-	-	-	-	-	-	-
Fund Balance - Available for Appropriation	-	-	-	-	-	-	1,127,711	2,446,514
Fund Balance - Petty cash	-	-	-	-	-	-	-	-
Fund Balance - Payroll & travel advances	-	2,700	-	-	-	-	-	-
Fund Balance - Following year budget	-	-	-	-	-	-	-	-
Total Fund Balances	<u>646,115</u>	<u>22,292</u>	<u>217,827</u>	<u>7,072,894</u>	<u>3,672,323</u>	<u>1,408,618</u>	<u>3,659,626</u>	<u>4,623,918</u>
Total Liabilities & Fund Balances	<u>\$ 804,407</u>	<u>\$ 135,607</u>	<u>\$ 490,010</u>	<u>\$ 10,232,214</u>	<u>\$ 6,749,316</u>	<u>\$ 1,409,058</u>	<u>\$ 8,277,946</u>	<u>\$ 5,560,165</u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
COMBINING LEVEL BALANCE SHEET - BUDGETARY BASIS
June 30, 2005

	Gift Fund	Total
ASSETS:		
Cash & temporary investments	\$ 836,364	\$ 21,826,803
Petty cash	-	3,150
Investments	-	972,631
Due from other funds	-	-
Real estate taxes receivable	-	58,790
User charges receivable	-	5,564,514
Federal/state grants receivable	-	5,350,051
Accrued interest & dividends receivable	-	435,655
Special assessments receivable	-	135,451
Utility liens receivable	-	226,014
Loans & notes receivable	-	7,204,737
Other accounts receivable	19,274	19,572
Other assets	-	2,700
Total Assets	<u>855,638</u>	<u>41,800,068</u>
LIABILITIES & FUND BALANCES:		
Warrants payable	4,174	874,253
Accrued expenses	15,741	713,725
Accrued payroll	21,772	578,432
Revenue refunds payable	-	225,569
Other liabilities	-	3,246,882
Due to other funds	-	54,219
Deferred revenue	-	8,297,690
Total Liabilities	<u>41,687</u>	<u>13,990,770</u>
Fund Balance - Encumbrances and continued appropriation:	-	5,735,178
Fund Balance - Non expendable permanent funds	-	395,818
Fund Balance - Expendable permanent funds	-	1,012,800
Fund Balance - Loans	-	2,860,759
Fund Balance - Special revenue purposes	813,951	13,197,336
Fund Balance - Continuing Appropriations	-	-
Fund Balance - Available for Appropriation	-	3,574,225
Fund Balance - Petty cash	-	2,650
Fund Balance - Payroll & travel advances	-	2,700
Fund Balance - Following year budget	-	1,027,832
Total Fund Balances	<u>813,951</u>	<u>27,809,298</u>
Total Liabilities & Fund Balances	<u>\$ 855,638</u>	<u>\$ 41,800,068</u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
COMBINING LEVEL STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	School Lunch Fund	Highway Improvement Fund	Revolving Fund	Receipts Reserved Fund	Federal Community Development Fund	Municipal Federal Grant Fund	Federal HOME Grant Fund
REVENUES:							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes, penalties & interest	-	-	-	-	-	-	-
Charges for service	2,690,257	-	6,798,917	1,290,539	-	-	-
Departmental & other	-	-	-	438,727	-	-	-
Investment income	10,366	-	-	6,006	-	302	-
Intergovernmental revenue	415,648	1,614,417	-	-	3,419,475	980,713	1,410,551
Total Revenue	<u>3,116,271</u>	<u>1,614,417</u>	<u>6,798,917</u>	<u>1,735,272</u>	<u>3,419,475</u>	<u>981,015</u>	<u>1,410,551</u>
EXPENDITURES:							
General government	-	-	94,664	-	-	-	-
Public safety	-	-	1,926,378	-	-	108,498	-
Education	3,859,617	-	4,136,297	-	-	-	-
Public works	-	1,614,417	228,547	-	-	654,173	-
Health & human Services	-	-	43,116	-	3,419,475	140,655	1,340,289
Culture & recreation	-	-	1,123,813	-	-	47,830	-
Debt and interest	-	-	-	-	-	-	-
Pensions & retiree benefits	-	-	-	-	-	-	-
State assessments	-	-	-	-	-	-	-
Total Expenditures	<u>3,859,617</u>	<u>1,614,417</u>	<u>7,552,815</u>	<u>-</u>	<u>3,419,475</u>	<u>951,156</u>	<u>1,340,289</u>
Excess/(Deficiency) of Revenues over Expenditures	<u>(743,346)</u>	<u>-</u>	<u>(753,898)</u>	<u>1,735,272</u>	<u>-</u>	<u>29,859</u>	<u>70,262</u>
Transfers from other funds	748,000	-	966,048	-	-	12,000	18,131
Transfers to other funds	-	-	-	(1,421,099)	-	(18,131)	-
Excess/(Deficiency) of Revenues & Transfers over Expenditures & Transfers	<u>4,654</u>	<u>-</u>	<u>212,150</u>	<u>314,173</u>	<u>-</u>	<u>23,728</u>	<u>88,393</u>
Other Financing Sources (bond proceeds)	-	-	-	-	-	-	-
Other Financing Uses	-	-	-	-	-	-	-
Excess/(Deficiency) of Revenues, Transfers & Other Sources over Expenditures, Transfers & Other Uses	<u>4,654</u>	<u>-</u>	<u>212,150</u>	<u>314,173</u>	<u>-</u>	<u>23,728</u>	<u>88,393</u>
July 1, 2004 Beginning Fund Balance:	<u>2,400</u>	<u>132,459</u>	<u>2,388,397</u>	<u>2,411,829</u>	<u>250</u>	<u>93,301</u>	<u>-</u>
June 30, 2005 Ending Fund Balance:	<u>\$ 7,054</u>	<u>\$ 132,459</u>	<u>\$ 2,600,547</u>	<u>\$ 2,726,002</u>	<u>\$ 250</u>	<u>\$ 117,029</u>	<u>\$ 88,393</u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
COMBINING LEVEL STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Municipal State Grant Fund	School State Grant Fund	School Federal Grant Fund	Community Preservation Fund	Community Development Authority	Permanent Fund	Sewer Utility Fund	Water Utility Fund
REVENUES:								
Property taxes	\$ -	\$ -	\$ -	\$ 1,872,256	\$ -	\$ -	\$ -	\$ -
Other taxes, penalties & interest	-	-	-	5,616	-	-	-	-
Charges for service	-	-	-	-	-	-	18,203,788	12,649,637
Departmental & other	-	-	-	221	-	259,942	-	-
Investment income	-	-	-	158,061	105,262	395,894	-	-
Intergovernmental revenue	720,874	6,058,835	4,086,504	1,935,548	13,787	-	-	-
Total Revenue	<u>720,874</u>	<u>6,058,835</u>	<u>4,086,504</u>	<u>3,971,702</u>	<u>119,049</u>	<u>655,836</u>	<u>18,203,788</u>	<u>12,649,637</u>
EXPENDITURES:								
General government	11,446	-	-	992,631	-	56,737	-	-
Public safety	172,014	-	-	-	-	-	-	-
Education	-	6,277,223	4,122,114	-	-	-	-	-
Public works	162,040	-	-	-	-	-	2,934,872	2,196,732
Health & human Services	310,352	-	-	-	181,361	-	-	-
Culture & recreation	138,755	-	-	2,448,481	-	454,472	-	-
Debt and interest	-	-	-	625,750	-	-	948,185	1,166,737
Pensions & retiree benefits	-	-	-	-	-	-	170,088	361,478
State assessments	-	-	-	-	-	-	13,624,048	6,484,003
Total Expenditures	<u>794,607</u>	<u>6,277,223</u>	<u>4,122,114</u>	<u>4,066,862</u>	<u>181,361</u>	<u>511,209</u>	<u>17,677,193</u>	<u>10,208,950</u>
Excess/(Deficiency) of Revenues over Expenditures	<u>(73,733)</u>	<u>(218,388)</u>	<u>(35,610)</u>	<u>(95,160)</u>	<u>(62,312)</u>	<u>144,627</u>	<u>526,595</u>	<u>2,440,687</u>
Transfers from other funds	-	-	-	-	-	-	510,065	-
Transfers to other funds	-	-	-	-	-	-	(880,774)	(1,076,246)
Excess/(Deficiency) of Revenues & Transfers over Expenditures & Transfers	<u>(73,733)</u>	<u>(218,388)</u>	<u>(35,610)</u>	<u>(95,160)</u>	<u>(62,312)</u>	<u>144,627</u>	<u>155,886</u>	<u>1,364,441</u>
Other Financing Sources (bond proceeds)	-	-	-	1,500,000			-	-
Other Financing Uses	-	-	-				-	-
Excess/(Deficiency) of Revenues, Transfers & Other Sources over Expenditures, Transfers & Other Uses	<u>(73,733)</u>	<u>(218,388)</u>	<u>(35,610)</u>	<u>1,404,840</u>	<u>(62,312)</u>	<u>144,627</u>	<u>155,886</u>	<u>1,364,441</u>
July 1, 2004 Beginning Fund Balance:	<u>719,848</u>	<u>240,680</u>	<u>253,437</u>	<u>5,668,054</u>	<u>3,734,635</u>	<u>1,263,991</u>	<u>3,503,740</u>	<u>3,259,477</u>
June 30, 2005 Ending Fund Balance:	<u>\$ 646,115</u>	<u>\$ 22,292</u>	<u>\$ 217,827</u>	<u>\$ 7,072,894</u>	<u>\$ 3,672,323</u>	<u>\$ 1,408,618</u>	<u>\$ 3,659,626</u>	<u>\$ 4,623,918</u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
COMBINING LEVEL STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Gift Fund	Total
REVENUES:		
Property taxes	\$ -	\$ 1,872,256
Other taxes, penalties & interest	-	5,616
Charges for service	-	41,633,138
Departmental & other	831,544	1,530,434
Investment income	-	675,891
Intergovernmental revenue	-	20,656,352
Total Revenue	<u>831,544</u>	<u>66,373,687</u>
EXPENDITURES:		
General government	2,478	1,157,956
Public safety	5,160	2,212,050
Education	401,906	18,797,157
Public works	358	7,791,139
Health & human Services	19,419	5,454,667
Culture & recreation	29,483	4,242,834
Debt and interest	-	2,740,672
Pensions & retiree benefits	-	531,566
State assessments	-	20,108,051
Total Expenditures	<u>458,804</u>	<u>63,036,092</u>
Excess/(Deficiency) of Revenues over Expenditures	<u>372,740</u>	<u>3,337,595</u>
Transfers from other funds	5,000	2,259,244
Transfers to other funds	(40,342)	(3,436,592)
Excess/(Deficiency) of Revenues & Transfers over Expenditures & Transfers	<u>337,398</u>	<u>2,160,247</u>
Other Financing Sources (bond proceeds)	-	1,500,000
Other Financing Uses	-	-
Excess/(Deficiency) of Revenues, Transfers & Other Sources over Expenditures, Transfers & Other Uses	<u>337,398</u>	<u>3,660,247</u>
July 1, 2004 Beginning Fund Balance:	<u>476,553</u>	<u>24,149,051</u>
June 30, 2005 Ending Fund Balance:	<u><u>\$ 813,951</u></u>	<u><u>\$ 27,809,298</u></u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
REVOLVING FUND SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transferred From Other Funds	Expenditures	Transferred To Other Funds	Ending Balance
PROPERTY DAMAGE RECOVERY ACCOUNTS						
Assessing Department	-	-	-	-	-	-
Building Department	\$ 5,507	\$ 1,526	\$ -	\$ 7,033	\$ -	\$ -
Police Department	-	28,319	-	28,319	-	-
Fire Department	-	634	-	634	-	-
Inspectional Services Department	-	1,125	-	1,125	-	-
Weights and Measures Department	-	2,024	-	2,024	-	-
Public Works Department	-	26,068	-	26,068	-	-
Engineering Department	-	-	-	-	-	-
Newton Public Schools	18,201	20,098	-	20,264	-	18,035
Health Department	-	-	-	-	-	-
Newton Public Library	-	21,140	-	21,140	-	-
Parks & Recreation Department	-	350	-	350	-	-
Total Property Damage Accounts	23,708	101,284	-	106,957	-	18,035
PRIVATE DUTY DETAIL ACCOUNTS						
Police Private Duty Detail Account	(161,485)	1,645,185	-	1,787,149	-	(303,449)
Fire Private Duty Detail Account	9,035	69,798	-	85,913	-	(7,080)
Inspectional Services Private Duty Detail Account	-	1,615	-	1,614	-	1
Engineering Private Duty Detail Account	2,867	358	-	1,486	-	1,739
Public Building Private Duty Detail Account	-	3,334	-	2,884	-	450
Treasury - Parking Violation Detail Account	-	-	-	-	-	-
Total Private Detail Accounts	(149,583)	1,720,290	-	1,879,046	-	(308,339)
PUBLIC SCHOOL REVOLVING ACCOUNTS						
School Athletics	32,613	388,434	966,048	1,327,550	-	59,545
Summer School	287,056	389,903	-	398,319	-	278,640
Drivers Education	54,887	916	-	33,790	-	22,013
Creative Arts	247,288	380,057	-	425,724	-	201,621
Use of School Buildings	-	364,337	-	364,337	-	-
Pre-School Program	72,110	326,191	-	339,337	-	58,964
Tiger Loft Food Program	17,616	40,071	-	36,056	-	21,631
Continuing Education	20,517	871,082	-	816,422	-	75,177
Total Public School Revolving Accounts	732,087	2,760,991	966,048	3,741,535	-	717,591

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
REVOLVING FUND SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transferred From Other Funds	Expenditures	Transferred To Other Funds	Ending Balance
DEPARTMENTAL REVOLVING ACCOUNTS						
Public Buildings Dept. Rental of City Hall	-	-	-	-	-	-
Planning Department Conservation Land Maintenance	40,734	25,000	-	24,265	-	41,469
Planning Department Environmental Education	9,131	32,539	-	15,291	-	26,379
Planning Department Deer Park Maintenance	105	-	-	-	-	105
Planning Department Plantings	-	-	-	-	-	-
Planning Department - WEI Program	9,456	9,000	-	6,147	-	12,309
Planning Department - Development Consultants	4,629	30,809	-	33,083	-	2,355
Conservation Commission Wetlands Protection Program	16,539	3,465	-	5,782	-	14,222
Mayor's Office - Women's Commission Programs	2,252	-	-	179	-	2,073
Police Dept. DARE Program Activities	956	-	-	-	-	956
Police Dept. PAVE Program Activities	4,469	-	-	-	\$ -	4,469
School Transportation	-	324,699	-	318,486	\$ -	6,213
North High School Parking	-	56,012	-	56,012	-	-
Public Works Dept. Street Opening Permit Street Maint	249,093	73,650	-	-	-	322,743
Public Works Dept. Sale of Composting Bins	565	1,511	-	1,543	-	533
Public Works Dept. Sidewalk/Curb Betterment	261,959	112,984	-	190,722	-	184,221
Public Works Dept. Private Way Repairs	-	8,728	-	8,728	-	-
Newton Public Library Rental of Library Space	295	18,058	-	16,522	-	1,831
Human Services Dept. Human Rights Commission	494	-	-	-	-	494
Human Services Dept. Sr. Citizen Transportation	18,404	11,820	-	61	-	30,163
Human Services Dept. Senior Center Activity Revolving	28,683	{1} 39,151	-	38,544	-	29,290
Human Services Dept. Senior Center Memorial Revolving	-	5,581	-	380	-	5,201
Human Services Dept. - Council on Aging Revolving	21,627	4,142	-	4,131	-	21,638
Human Services Dept. - Youth Commission Revolving	115	-	-	-	-	115
Human Services Dept. - Campership Revolving	1,008	-	-	-	-	1,008
Parks Department - Tree Replacement Ordinance	175,859	359,538	-	159,103	-	376,294
Parks Department - Park Land Maintenance Revolving	52,825	25,000	-	22,808	-	55,017
Parks Department - Landscape Maintenance	632	-	-	-	-	632
Parks Department Senior Citizen Services	56,804	46,315	-	39,549	-	63,570
Parks Department Arts In the Park	22,799	147,422	-	144,578	-	25,643
Parks Dept. Camp Programs	235,676	338,097	-	296,606	-	277,167
Parks Department Recreation Activities/Classes	524,487	513,225	-	422,229	-	615,483
Jackson Homestead Activities	5,914	3,959	-	928	-	8,945
Total Departmental Revolving Accounts	1,745,510	2,190,705	-	1,805,677	-	2,130,538

PUBLIC SAFETY ASSET FORFEITURES

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
REVOLVING FUND SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transferred From Other Funds	Expenditures	Transferred To Other Funds	Ending Balance
Police - State Asset Forfeitures	600	-	-	70	-	530
Police - Middlesex County Asset Forfeitures	227	19,497	-	15,500	-	4,224
Police - U.S Justice Department Asset Forfeitures	35,848	6,150	-	4,030	-	37,968
Total Public Safety Asset Forfeitures	36,675	25,647	-	19,600	-	42,722

TOTAL REVOLVING FUNDS	\$	<u>2,388,397</u>	\$	<u>6,798,917</u>	\$	<u>966,048</u>	\$	<u>7,552,815</u>	\$	<u>-</u>	\$	<u>2,600,547</u>
------------------------------	-----------	-------------------------	-----------	-------------------------	-----------	-----------------------	-----------	-------------------------	-----------	-----------------	-----------	-------------------------

{1} Includes \$500 Petty Cash Account

CITY OF NEWTON
SPECIAL REVENUE FUNDS
RECEIPTS RESERVED FOR APPROPRIATION FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transferred To Other Funds	Reserved 2006 Budget	Ending Balance
E-Rate Reimbursements (Schools & Libraries)	\$ 34,531	\$ 649	\$ (29,916)	\$ -	\$ 5,264
Inland Waterway Fund (BO#477-95)	11,061	-	(2,500)	-	8,561
Environmental/Solid Waste Management Fund (BO #100-96)	669,468	366,335	(200,000)	(200,000)	635,803
BAA Boston Marathon Contribution	91,250	56,250	-	-	147,500
Damage Recoveries - Greater than \$20,000	-	-	-	-	-
Riverside Traffic Mitigation Fund (BO#155-00)					
Auburndale Improvements	118,000	18,038	(11,000)	-	125,038
Lower Falls Improvements	72,000	11,046	-	-	83,046
Other Improvements	50,000	7,654	-	-	57,654
Unallocated Investment Income	30,912	(30,912)	-	-	-
Hebrew College Traffic Mitigation Fund	35,000	-	-	-	35,000
CFK (Bradford Development) Traffic Mitigation Fund	25,000	-	-	-	25,000
Terraces Traffic Mitigation Fund	25,000	-	(15,000)	-	10,000
Terraces Landscape Fund	10,000	-	-	-	10,000
Newton Wellesley Hospital Drainage Mitigation Fund	-	16,132	-	-	16,132
Newton Wellesley Hospital Traffic Mitigation Fund	-	25,045	-	-	25,045
NCGF Mayor's Golf Day Activities	-	14,406	-	-	14,406
Hampton Place Drainage Escrow	-	50,000	(50,000)	-	-
Kessler Woods I&I Mitigation Escrow	-	73,750	-	-	73,750
RCN CATV Administrative Fee	22,316	47,513	-	-	69,829
Comcast CATV Administrative Fee	306,253	118,982	(222,045)	(125,000)	78,190

CITY OF NEWTON
SPECIAL REVENUE FUNDS
RECEIPTS RESERVED FOR APPROPRIATION FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transferred To Other Funds	Reserved 2006 Budget	Ending Balance
Sale of Municipal Real Estate	-	36,000	-	-	36,000
Sale of Municipal Real Estate - Library Maint. & Operation	8,267	180	-	-	8,447
Sale of Municipal Park Land	2,209	-	-	-	2,209
Parking Meter Revenue - Off Street Meters	330,871	407,834	(351,416)	(351,416)	35,873
Parking Meter Revenue - Curb Meters	569,691	516,370	(539,222)	(351,416)	195,423
TOTAL RECEIPTS RESERVED FOR APPROPRIATION	\$ 2,411,829	\$ 1,735,272	\$ (1,421,099)	\$ (1,027,832)	\$ 1,698,170

CITY OF NEWTON, MASSACHUSETTS
RECEIPTS RESERVED FUND
PARKING METER RECEIPT ACCOUNTS
Monthly Revenue History
Fiscal Year Ended June 30, 2005
(with comparative information for previous five fiscal years)

CURB METER REVENUE HISTORY	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000
July	\$ 50,206	\$ 51,883	\$ 44,319	\$ 31,587	\$ 28,388	\$ 32,850
August	48,751	42,222	45,795	45,700	36,923	28,850
September	45,482	51,262	39,767	37,999	29,120	35,952
October	41,191	45,758	52,066	45,625	29,301	28,911
November	45,982	40,769	39,827	37,836	34,784	28,911
December	37,779	36,871	39,663	40,061	28,194	33,756
January	31,751	37,243	32,598	45,328	27,800	22,783
February	27,844	39,152	19,341	40,128	27,486	27,750
March	39,672	47,281	44,407	41,471	27,301	36,363
April	45,256	47,008	48,635	48,142	30,114	30,108
May	48,079	45,789	49,603	48,800	34,966	31,153
June	54,377	43,364	43,468	41,378	34,775	37,350
TOTAL REVENUE	\$ 516,370	\$ 528,602	\$ 357,783	\$ 365,735	\$ 269,297	\$ 276,126

OFF STREET METER REVENUE HISTORY	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000
July	\$ 35,448	\$ 32,399	\$ 35,696	\$ 33,593	\$ 34,136	\$ 28,647
August	34,132	30,321	29,347	32,974	34,468	36,646
September	31,484	31,722	33,657	29,313	31,565	29,216
October	31,155	34,732	34,038	38,125	40,761	30,208
November	34,682	31,529	31,405	28,124	30,786	36,689
December	32,856	30,304	30,432	32,150	31,031	29,131
January	26,186	26,445	32,028	30,300	34,084	31,206
February	39,145	28,841	39,593	29,239	30,494	32,854
March	43,900	35,300	35,910	31,577	27,769	31,735
April	28,846	34,174	35,007	35,404	37,504	31,695
May	34,558	32,760	34,073	34,997	36,767	41,493
June	35,442	36,244	37,688	31,116	31,034	31,268
TOTAL ANNUAL REVENUE	\$ 407,834	\$ 384,771	\$ 302,106	\$ 285,395	\$ 295,094	\$ 286,332

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
MUNICIPAL FEDERAL GRANT FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transfer From Other Funds	Expenditures	Transfer To Other Funds	Ending Balance
Emergency Shelter Grant -(14.231)	\$ -	\$ 91,887	\$ -	\$ 85,678	\$ -	\$ 6,209
Library LSTA Technology Grant (45.310)	-	28,000	-	16,244	-	11,756
HOME Housing Assistance Grant - (14.239)	18,131	-	-	-	(18,131)	-
Title III-B Senior Citizen Transportation Grant - (93.044)	14,668	7,333	-	-	-	22,001
Museum for America Grant (45.301)	-	38,434	-	15,379	-	23,055
FEMA Emergency Shelter/Food Grant - (83.523)	2	34,247	-	34,128	-	121
Title IIIF Senior Citizen Fitness Grant - (93.043)	1,157	-	-	1,157	-	-
Justice Department COPS Homeland Security Overtime Grant - (16.614)	32,966	-	-	4,346	-	28,620
Justice Dept. NIBRS Grant - (16.607)	-	12,500	-	12,500	-	-
Justice Dept. Law Enforcement Block Grant - (16.592)	26,377	302	2,000	13,382	-	15,297
Justice Dept. - Bulletproof Vest Partnership Grant - (16.607)	-	-	-	-	-	-
Justice Dept. - DNC Security Grant (16.580)	-	53,455	-	53,455	-	-
Homeland Security Department - SHSP II Training Grant (97.007)	-	11,999	-	11,999	-	-
Energy Department Solar Energy Grant (81.117)	-	4,877	-	-	-	4,877
CDC - Public Health Emergency Preparedness Grant (93.283)	-	19,692	-	19,692	-	-
National Park Service - Land & Water Conservation Fund Grant - CPA Fund (15.916)	-	9,100	10,000	16,207	-	2,893
FEMA - Emergency Snow/Ice Removal Grants (83.516)	-	654,173	-	654,173	-	-
FEMA - Local Preparedness Grant (83.516)	-	12,816	-	12,816	-	-
FEMA - Comprehensive Emergency Management Grant (83.516)	-	2,200	-	-	-	2,200
Total Federal Grants - Municipal	\$ 93,301	\$ 981,015	\$ 12,000	\$ 951,156	\$ (18,131)	\$ 117,029

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
MUNICIPAL STATE GRANT FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transfer From Other Funds	Expenditures	Transfer To Other Funds	Ending Balance
Extended Election Hour Reimbursement Grant (Election Commission)	\$ 17,355	\$ 22,376	\$ -	\$ 5,507	\$ -	\$ 34,224
Historic Planning Grant (Planning)	24,000	-	-	3,500	-	20,500
Burial Ground Historic Preservation Grant (Planning)	4,455	-	-	-	-	4,455
Houghton Garden Historic Preservation Grant (Planning)	29,133	-	-	-	-	29,133
Jackson Homestead Renovation Grant - (Planning)	7,500	-	-	-	-	7,500
Mass Technology Corp Solar Energy Grant (Planning)	2,439	-	-	2,439	-	-
Mass Technology Corp Solar Energy Grant (Public Buildings)	-	50,951	-	-	-	50,951
Bulletproof Vest Grant (Police Dept)	-	-	-	-	-	-
DEP Lake & Pond Grant (Hammond Pond Evaluation)	-	22,300	-	-	-	22,300
Fire Regional HAZMAT Grant	-	16,175	-	16,175	-	-
Fire Emergency Planning Grant	5,000	-	-	-	-	5,000
Fire Mobile Decontamination Unit Operations & Maintenance Grant	3,500	6,000	-	1,319	-	8,181
Police Safety Equipment Grant	-	-	-	-	-	-
Fire Safety Equipment Grant	19	60,000	-	60,015	-	4
Police Bullet Proof Vest Grant	-	-	-	-	-	-
Police Community Policing Grant	90,554	46,313	-	78,279	-	58,588
Police DARE Tobacco Control Grant	6,804	-	-	2,804	-	4,000
Governor's Highway Safety Program Seat Belt Safety Grant (Police)	-	13,422	-	13,422	-	-
DEP Sewer Rate Relief Grant (DPW)	-	-	-	-	-	-
DEP Municipal Recycling Incentive Grant (Public Works)	\$ 392,187	\$ -	\$ 5,218	\$ 87,882	\$ -	\$ 309,523

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
MUNICIPAL STATE GRANT FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transfer From Other Funds	Expenditures	Transfer To Other Funds	Ending Balance
DEP Solid Waste to Energy Grant (Public Works)	\$ -	\$ 22,714	\$ -	\$ 22,714	\$ -	-
DEP Household Hazardous Waste Facility Grant (Public Works)	5,218	-	(5,218)	-	-	-
DEP Solid Waste Source Reduction Grant (Public Works)	-	-	-	-	-	-
Tobacco Control Health Initiative Grant (Health Dept)	1,896	-	-	1,896	-	-
Essential School Health Nursing Grant (Health)	2,244	191,837	-	189,648	-	4,433
Council on Aging Formula Grant (Human Services)	60,241	86,451	-	79,808	-	66,884
Regional Consumer Protection Grant (Human Services)	-	39,000	-	39,000	-	-
State Library Aid Grant	-	132,890	-	132,890	-	-
Massachusetts Tree Grants - Reimbursements	3,214	-	-	-	-	3,214
MEMA Storm Reimbursement Grant	-	-	-	-	-	-
Massachusetts Turnpike Authority: Park & Tremont Traffic Signal Grant	63,177	-	-	51,444	-	11,733
Massachusetts Cultural Commission Program Grant (Parks & Recreation)	-	1,250	-	1,250	-	-
Arts Lottery Commission Art Support Grant - MGL 10 ss 35c	912	9,195	-	4,615	-	5,492
Total City State Grant Fund	\$ 719,848	\$ 720,874	\$ -	\$ 794,607	\$ -	\$ 646,115

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
SCHOOL STATE GRANT FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

		Beginning Balance		Revenue		Transf. from Other Funds		Expenditures		Transferred To Other Funds		Ending Balance
METCO Grant	\$	107,890	\$	1,968,754			\$	2,065,294	\$	-	\$	11,350
Early Childhood Grant		41,635		406,316				442,323		-		5,628
Mental Health Support Grant		27,540		-				27,540				-
SPED Circuitbreaker Grant		-		3,147,012				3,147,012		-		-
Parent-Child Grant		-		40,000				40,000		-		-
SPED Electronic Portfolio Grant		150		-		-		150		-		-
Massachusetts Rehabilitation Grant		30,031		116,570		-		146,601		-		-
Massachusetts Commission for the Blind Grant		-		12,563		-		12,563		-		-
Early Intervention Literacy Grant		400		-				400		-		-
Full Day Kindergarten Grant		31,046		335,972				361,704		-		5,314
Academic Summer Support Grant		-		29,500				29,500		-		-
Teacher Preparation Grant		-		92		-		92		-		-
GED Grant		1,988		2,056		-		4,044		-		-
Total State Education Grant Funds	\$	<u>240,680</u>	\$	<u>6,058,835</u>		<u>-</u>	\$	<u>6,277,223</u>	\$	<u>-</u>	\$	<u>22,292</u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
SCHOOL FEDERAL GRANT FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transferred From Other Funds	Expenditures	Transferred To Other Funds	Ending Balance
PL 94-142 SPED Allocation (84.027)	\$ 90,496	\$ 2,439,600	\$ -	\$ 2,480,007	\$ -	\$ 50,089
PL 94-142 Mental Health Grant	-	18,000	-	12,035	-	5,965
Educator Quality Grant (84.367)	-	326,766	-	277,550	-	49,216
Title V Block Grant (84.151)	939	25,656	-	26,058	-	537
Title I (84.010)	60,659	582,348	-	627,239	-	15,768
Carl Perkins - Support for Inclusion (84.048)	2,812	68,853	-	61,253	-	10,412
Learn & Serve Grant (94.004)	-	11,779	-	10,780	-	999
Teaching American History Grant	-	118,950	-	118,950	-	-
SPED Early Childhood Grant (84.173)	14,828	-	-	-	-	14,828
Drug Free School Grant (84.186)	2,736	45,969	-	47,842	-	863
SPED Electronic Portfolio	-	1,500	-	-	-	1,500
Secondary Reading Grant	-	10,076	-	1,740	-	8,336
SPED Current Frameworks Grant (84.027)	30,972	67,556	-	75,916	-	22,612
Education Thru Technology Grant (84.318)	6,016	21,639	-	16,671	-	10,984
Early Childhood Training Grant (84.173)	-	72,982	-	72,982	-	-
Comprehensive School Reform Grant (84.010)	24,612	(160)	-	24,451	-	1
Small Learning Communities Grant (84.215L)	-	152,562	-	152,562	-	-
Healthy Communities Grant (66.606)	8,134	9,260	-	11,435	-	5,959
LEP Support - NCLB Title III (84.365)	11,233	113,168	-	104,643	-	19,758
Total Federal Education Grants	\$ 253,437	\$ 4,086,504	\$ -	\$ 4,122,114	\$ -	\$ 217,827

CITY OF NEWTON, MASSACHUSETTS
COMMUNITY PRESERVATION FUND
BALANCE SHEET
June 30, 2005
(with comparative information for, June 30, 2004)

	<u>June 30, 2005</u>	<u>June 30, 2004</u>	<u>\$ Variance</u>	<u>% Variance</u>
ASSETS:				
Cash and short term investments	\$ 7,173,800	\$ 5,668,869	\$ 1,504,931	26.55%
Receivables, net of allowance for uncollectibles				
Current year tax surcharges receivable	52,790	44,405	8,385	18.88%
Prior year tax surcharges receivable	6,000	11,107	(5,107)	-45.98%
Intergovernmental				
Land and Conservation Fund - Forte Park	-	105,577	(105,577)	
Community Preservation Matching Funds	1,899,326	1,830,295	69,031	
Notes receivable - Newton Conservators	1,100,000	1,100,000	-	
Other accounts receivable	298	143	155	
	<u>10,232,214</u>	<u>8,760,396</u>	<u>1,471,818</u>	<u>16.80%</u>
Total Assets	<u>10,232,214</u>	<u>8,760,396</u>	<u>1,471,818</u>	<u>16.80%</u>
LIABILITIES:				
Warrants payable	56,561	442	56,119	
Accrued liabilities	44,345	10,609	33,736	
Deferred revenue	3,058,414	3,081,291	(22,877)	-0.74%
	<u>3,159,320</u>	<u>3,092,342</u>	<u>66,978</u>	<u>2.17%</u>
Total Liabilities	<u>3,159,320</u>	<u>3,092,342</u>	<u>66,978</u>	<u>2.17%</u>
FUND BALANCES:				
Reserved for:				
Encumbrances and continued appropriations	4,887,428	2,494,486	2,392,942	95.93%
Open space purposes - future year appropriations	346,113	293,801	52,312	17.81%
Historic resources purposes - future year appropriations	-	337,176	(337,176)	-100.00%
Undesignated fund balance - available for appropriation	1,839,353	2,542,591	(703,238)	-27.66%
	<u>7,072,894</u>	<u>5,668,054</u>	<u>1,404,840</u>	<u>24.79%</u>
Total Fund Balances	<u>7,072,894</u>	<u>5,668,054</u>	<u>1,404,840</u>	<u>24.79%</u>
Total Liabilities and Fund Balances	<u>\$ 10,232,214</u>	<u>\$ 8,760,396</u>	<u>\$ 1,471,818</u>	<u>16.80%</u>

CITY OF NEWTON, MASSACHUSETTS
COMMUNITY PRESERVATION FUND
APPROPRIATION STATUS REPORT
LEGAL LEVEL OF CONTROL - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	June 30, 2004 Continued Appropriations	FY 2005 Appropriations	Total Original Budget	Budget Revisions	Total Final Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
Administration & operations	\$ -	98,343	\$ 98,343	\$ -	\$ 98,343	\$ 87,721	\$ 3,870	\$ 6,752
2005 CPA general appropriation reserve	-	1,913,602	1,913,602	(848,434)	1,065,168	-	-	1,065,168
Open space:								
Open space reserve	-	376,813	376,813	(30,700)	346,113	-	-	346,113
Kesseler Woods land acquisition	16,769	-	16,769	-	16,769	-	3,684	13,085
Elgin Street conservation land	245,000	-	245,000	-	245,000	239,209	5,791	-
Flowed Meadow improvements	69,055	-	69,055	-	69,055	840	68,215	-
Flowed Meadow improvements Phase III	-	-	-	30,700	30,700	-	30,700	-
Forté conservation land	4,865	-	4,865	-	4,865	-	4,865	-
Angino farm land acquisition	-	-	-	1,461,000	1,461,000	1,346,830	114,170	-
Kesseler Woods debt service	-	625,750	625,750	-	625,750	625,750	-	-
Total - Open space projects	335,689	1,002,563	1,338,252	1,461,000	2,799,252	2,212,629	227,425	359,198
Historic resources:								
Historic preservation reserve	-	376,813	376,813	(376,813)	-	-	-	-
City Hall window replacement	119,400	-	119,400	-	119,400	44,800	74,600	-
City Hall balustrade replacement	150,660	-	150,660	(50,160)	100,500	100,500	-	-
City Hall lighting improvement	121,200	-	121,200	-	121,200	110,600	10,600	-
City Hall landscape plan	-	-	-	40,000	40,000	-	40,000	-
Newton Corner Library improvements	190,169	-	190,169	41,000	231,169	11,560	219,609	-
Historical burial grounds restoration	154,002	-	154,002	-	154,002	441	153,561	-
Historical burial grounds restoration Phase II	-	-	-	257,395	257,395	-	257,395	-
Angino farm land acquisition	-	-	-	487,000	487,000	448,616	38,384	-
Washington Park historic lighting	-	-	-	131,035	131,035	-	131,035	-
Civil war monument repairs	-	-	-	15,000	15,000	-	15,000	-
War Memorial steps repair design	-	-	-	15,000	15,000	-	15,000	-
Brigham house restoration	20,000	-	20,000	-	20,000	14,100	5,900	-
West Suburban YMCA window replacement	-	-	-	160,273	160,273	-	160,273	-
Historic district signs	2,000	-	2,000	-	2,000	400	1,600	-
Total - Historic preservation	757,431	376,813	1,134,244	719,730	1,853,974	731,017	1,122,957	-
Community housing:								
Community housing reserve	-	376,813	376,813	(376,813)	-	-	-	-
Newton Homebuyer Assistance Program	500,000	-	500,000	-	500,000	209,791	290,209	-
248 Eliot Street Housing Assistance	-	-	-	575,000	575,000	-	575,000	-
Wyman Street Housing Assistance	-	-	-	1,000,000	1,000,000	-	1,000,000	-
Falmouth/Jackson Roads Housing Assistance	-	-	-	550,000	550,000	-	550,000	-
Pelham House	192,936	-	192,936	100,000	292,936	168,206	124,730	-
Total - community housing	692,936	376,813	1,069,749	1,848,187	2,917,936	377,997	2,539,939	-
Community recreation:								
Forté Park improvements	284,975	-	284,975	-	284,975	62,205	222,770	-

CITY OF NEWTON, MASSACHUSETTS
COMMUNITY PRESERVATION FUND
APPROPRIATION STATUS REPORT
LEGAL LEVEL OF CONTROL - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	June 30, 2004 Continued Appropriations	FY 2005 Appropriations	Total Original Budget	Budget Revisions	Total Final Budget	Expended	Encumbered/ Continued	Closed to Fund Balance
Memorial-Spaulding outdoor classroom	23,233	-	23,233	-	23,233	22,380	73	780
Albemarle community classroom	94,331	-	94,331	-	94,331	81,813	12,518	-
Cabot outdoor classroom	68,270	-	68,270	-	68,270	7,372	60,898	-
Bowen field irrigation	51,653	-	51,653	-	51,653	21,853	29,800	-
West Newton common irrigation	65,968	-	65,968	-	65,968	8,355	57,613	-
Angino farm land acquisition	-	-	-	487,000	487,000	448,616	38,384	-
Sterns/Pellegrini Park plans	30,000	-	30,000	-	30,000	4,904	25,096	-
Wellington Park improvements	-	-	-	64,000	64,000	-	64,000	-
Gath pool accessibility improvements	-	-	-	120,875	120,875	-	120,875	-
The Park at Newton Senior Center	-	-	-	271,210	271,210	-	271,210	-
Houghton garden fence	90,000	-	90,000	-	90,000	-	90,000	-
Total - community recreation	708,430	-	708,430	943,085	1,651,515	657,498	993,237	780
TOTAL CPA FUND:	\$ 2,494,486	\$ 3,768,134	\$ 6,262,620	\$ 4,123,568	\$ 10,386,188	\$ 4,066,862	\$ 4,887,428	\$ 1,431,898

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
PERMANENT FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transf. from Other Funds	Expenditures	Transf. to Other Funds	Ending Balance
Davenport Cemetery Expendable	\$ 4,432	\$ 107	\$ -	\$ -	\$ -	\$ 4,539
Davenport Cemetery Non Expendable	500	-	-	-	-	500
Nahanton Park Expendable	1,470	53	-	-	-	1,523
Nahanton Park Non Expendable	963	-	-	-	-	963
Conservation Expendable	285	753	-	242	-	796
Conservation Non Expendable	25,000	-	-	-	-	25,000
Kennard Park Expendable	136,908	4,254	-	56,495	-	84,667
Hyde Community Center Expendable	18,824	1,433	-	-	-	20,257
Hyde Community Center Non Expendable	50,000	-	-	-	-	50,000
Oak Hill Community Center Expendable	6,094	763	-	6,385	-	472
Oak Hill Community Center Non Expendable	30,000	-	-	-	-	30,000
Emerson Community Center Expendable	8,047	601	-	2,116	-	6,532
Eliot Memorial Expendable	875	31	-	100	-	806
Eliot Memorial Non Expendable	300	-	-	-	-	300
Trombly House Expendable	613	34	-	-	-	647
Trombly House Non Expendable	1,000	-	-	-	-	1,000
Jackson Homestead Expendable	34,198	1,103	-	-	-	35,301
Jackson Homestead Non Expendable	23,250	-	-	-	-	23,250
Newton Commonwealth Expendable	-	121,431	-	117,500	-	3,931
Newton Commonwealth Non Expendable	264,805	-	-	-	-	264,805
Newton Library Common Fund	656,427	525,273	-	328,371	-	853,329
Total Permanent Funds	<u>\$ 1,263,991</u>	<u>\$ 655,836</u>	<u>\$ -</u>	<u>\$ 511,209</u>	<u>\$ -</u>	<u>\$ 1,408,618</u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
SEWER FUND
BALANCE SHEET - BUDGETARY BASIS
June 30, 2005
(with comparative information for June 30, 2004)

	June 30, 2005	June 30, 2004	\$ Change
ASSETS			
Cash & Temporary Investments	\$ 1,804,545	\$ 1,969,083	\$ (164,538)
User Charges Receivable	3,276,738	3,222,054	54,684
Federal/State Grants Receivable	2,919,931	-	2,919,931
Special Assessments Receivable	135,451	149,480	(14,029)
Utility Liens Receivable	141,281	121,737	19,544
Advances and prepaid items	-	1,137	(1,137)
Total Assets	<u>8,277,946</u>	<u>5,463,491</u>	<u>2,814,455</u>
LIABILITIES & FUND BALANCES:			
Liabilities:			
Warrants Payable	94,808	76,900	17,908
Accrued Expenses	86,330	46,739	39,591
Accrued Payroll	1,358	223	1,135
Revenue Refunds Payable	156,797	233,935	(77,138)
Security Deposits	239,789	224,358	15,431
Deferred Revenue	4,039,238	1,377,596	2,661,642
Total Liabilities	<u>4,618,320</u>	<u>1,959,751</u>	<u>2,658,569</u>
Fund Balances:			
Fund Balance - Encumbrances	97,752	223,636	(125,884)
Fund Balance - Reserved for Special Revenue Purposes	2,434,163	2,498,193	(64,030)
Fund Balance - Payroll & Travel Advances	-	1,137	(1,137)
Fund Balance - Following Year Budget	-	780,774	(780,774)
Fund Balance - Available for Appropriation	1,127,711	-	1,127,711
Total Fund Balances	<u>3,659,626</u>	<u>3,503,740</u>	<u>155,886</u>
Total Liabilities & Fund Balances	<u>\$ 8,277,946</u>	<u>\$ 5,463,491</u>	<u>\$ 2,814,455</u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
SEWER FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
Fiscal Year Ended June 30, 2005

	Original Budget	Final Budget	Actual	% Budget
REVENUES				
Charges for service	18,693,541	18,693,541	18,203,788	97.38%
Intergovernmental	-	-	-	0.00%
Total revenues	<u>18,693,541</u>	<u>18,693,541</u>	<u>18,203,788</u>	<u>97.38%</u>
EXPENDITURES				
Public Works	3,316,800	3,326,800	2,934,872	88.22%
Debt Maturities & Interest	972,975	972,975	948,185	97.45%
Retirement benefits	174,522	174,522	170,088	97.46%
State assessments and charges (MWRA)	14,082,171	14,082,171	13,624,048	96.75%
Total expenditures	<u>18,546,468</u>	<u>18,556,468</u>	<u>17,677,193</u>	<u>95.26%</u>
Excess/(deficiency) of revenues over expenditures	<u>147,073</u>	<u>137,073</u>	<u>526,595</u>	
OTHER FINANCING SOURCES (USES)				
Transfers in	510,065	510,065	510,065	100.00%
Transfers out	(880,774)	(880,774)	(880,774)	100.00%
Total other financing sources and uses	<u>(370,709)</u>	<u>(370,709)</u>	<u>(370,709)</u>	<u>100.00%</u>
Net change in fund balances	<u>(223,636)</u>	<u>(233,636)</u>	<u>155,886</u>	
 Budgetary fund balances - Beginning of year	 <u>3,503,740</u>	 <u>3,503,740</u>	 <u>3,503,740</u>	
 Budgetary fund balance - End of year	 <u>\$ 3,280,104</u>	 <u>\$ 3,270,104</u>	 <u>\$ 3,659,626</u>	

CITY OF NEWTON, MASSACHUSETTS
SEWER FUND
REVENUE BUDGET TO ACTUAL REPORT - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005
(with comparative revenue information for the three previous fiscal years)

	FY 2005					FY 2004	FY 2003	FY 2002
	Original Budget	Revisions	Final Budget	Actual Revenue	% Budget	Actual Revenue	Annual Revenue	Actual Revenue
Sewer Use Charges	\$ 18,693,541	-	\$ 18,693,541	\$ 17,597,789		\$ 17,042,479	\$ 16,669,111	\$ 17,187,655
Interest & Penalties	-	-	-	78,070		74,239	93,207	82,437
Sewer Liens	-	-	-	385,246		524,718	498,630	391,937
Maintenance Charges	-	-	-	42,841		68,661	68,536	75,756
Special Assessments	-	-	-	21,057		26,321	55,185	19,021
Sewer Renewal Charges	-	-	-	61,019		63,419	119,042	430,436
Miscellaneous	-	-	-	17,766		7,377	93,955	66,642
Sub-Total Revenue	18,693,541	-	18,693,541	18,203,788	97.38%	17,807,214	17,597,666	18,253,884
Transfers from Other Funds	510,065	-	510,065	510,065	100.00%	464,767	435,022	418,491
Sewer Surplus	223,636	10,000	233,636	-	0.00%	386,032	873,137	-
TOTAL SEWER FUND	\$ 19,427,242	\$ 10,000	\$ 19,437,242	\$ 18,713,853	96.28%	\$ 18,658,013	\$ 18,905,825	\$ 18,672,375

CITY OF NEWTON, MASSACHUSETTS
SEWER FUND
ANNUAL APPROPRIATIONS - LEGAL LEVEL OF CONTROL
SUMMARY OF EXPENDITURES AND TRANSFERS TO OTHER FUNDS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Original Budget	FY 2005 Budget Revisions	FY 2005 Budget As Amended	Total Revised FY 2005 Budget	Expended	Encumbered/ Cont. Appr.	Closed to Fund Balance
Sewer Maintenance & Operation								
Personal Services	\$ -	\$ 1,616,384	\$ 10,000	\$ 1,626,384	\$ 1,626,384	\$ 1,468,672	\$ -	157,712
Expenses	28,966	688,523	-	688,523	717,489	596,725	20,110	100,654
Capital Outlay	194,670	462,920	-	462,920	657,590	576,914	77,642	3,034
Fringe Benefits	-	325,337	-	325,337	325,337	292,561	-	32,776
Total	223,636	3,093,164	10,000	3,103,164	3,326,800	2,934,872	97,752	294,176
MWRA Sewer Assessment								
Intergovernmental	-	14,082,171	-	14,082,171	14,082,171	13,624,048	-	458,123
Total	-	14,082,171	-	14,082,171	14,082,171	13,624,048	-	458,123
Debt Maturities & Interest	-	972,975	-	972,975	972,975	948,185	-	24,790
Retirement	-	164,528	-	164,528	164,528	164,528	-	-
Employee Benefits	-	9,994	-	9,994	9,994	5,560	-	4,434
Transfer - Workers Compensation Fund	-	100,000	-	100,000	100,000	100,000	-	-
Transfer - Water Fund	-	-	-	-	-	-	-	-
Transfer - General Fund	-	780,774	-	780,774	780,774	780,774	-	-
TOTAL: SEWER FUND	\$ 223,636	\$ 19,203,606	\$ 10,000	\$ 19,213,606	\$ 19,437,242	\$ 18,557,967	\$ 97,752	\$ 781,523

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
WATER FUND
BALANCE SHEET - BUDGETARY BASIS
June 30, 2005
(with comparative information for June 30, 2004)

	<u>June 30, 2005</u>	<u>June 30, 2004</u>	<u>\$ Change</u>
ASSETS			
Cash & Temporary Investments	\$ 3,564,143	\$ 3,109,006	\$ 455,137
User Charges Receivable	1,911,289	1,847,328	63,961
Federal/State Grants Receivable	-	-	-
Utility Liens Receivable	84,733	67,799	16,934
Advances and prepaid items	-	-	-
Total Assets	<u>5,560,165</u>	<u>5,024,133</u>	<u>536,032</u>
LIABILITIES & FUND BALANCES:			
Liabilities:			
Warrants Payable	103,908	112,112	(8,204)
Accrued Expenses	71,574	164,921	(93,347)
Accrued Payroll	423	16,010	(15,587)
Revenue Refunds Payable	68,772	130,083	(61,311)
Security Deposits	122,954	106,617	16,337
Deferred Revenue	568,616	1,234,913	(666,297)
Total Liabilities	<u>936,247</u>	<u>1,764,656</u>	<u>(828,409)</u>
Fund Balances:			
Fund Balance - Encumbrances	749,998	840,336	(90,338)
Fund Balance - Continued Appropriations	-	-	-
Fund Balance - Reserved for Special Revenue Purposes	1,427,406	1,524,516	(97,110)
Fund Balance - Payroll & Travel Advances	-	-	-
Fund Balance - Following Year Budget	-	894,625	(894,625)
Fund Balance - Available for Appropriation	2,446,514	-	2,446,514
Total Fund Balances	<u>4,623,918</u>	<u>3,259,477</u>	<u>1,364,441</u>
Total Liabilities & Fund Balances	<u>\$ 5,560,165</u>	<u>\$ 5,024,133</u>	<u>\$ 536,032</u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
WATER FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Original Budget	Final Budget	Actual	% Budget
REVENUES				
Charges for service	12,044,560	12,044,560	12,649,637	105.02%
Intergovernmental	-	-	-	0.00%
Total revenues	<u>12,044,560</u>	<u>12,044,560</u>	<u>12,649,637</u>	<u>105.02%</u>
EXPENDITURES				
Public Works	3,509,586	3,667,586	2,196,732	59.90%
Debt Maturities & Interest	1,166,738	1,166,738	1,166,737	100.00%
Retirement benefits	420,460	420,460	361,478	85.97%
State assessments and charges (MWRA)	6,623,060	6,623,060	6,484,003	97.90%
Total expenditures	<u>11,719,844</u>	<u>11,877,844</u>	<u>10,208,950</u>	<u>85.95%</u>
Excess/(deficiency) of revenues over expenditures	<u>324,716</u>	<u>166,716</u>	<u>2,440,687</u>	
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	0.00%
Transfers out	<u>(1,021,625)</u>	<u>(1,076,246)</u>	<u>(1,076,246)</u>	<u>100.00%</u>
Total other financing sources and uses	<u>(1,021,625)</u>	<u>(1,076,246)</u>	<u>(1,076,246)</u>	<u>100.00%</u>
Net change in fund balances	<u>(696,909)</u>	<u>(909,530)</u>	<u>1,364,441</u>	
 Budgetary fund balances - Beginning of year	 <u>3,259,477</u>	 <u>3,259,477</u>	 <u>3,259,477</u>	
 Budgetary fund balance - End of year	 <u>\$ 2,562,568</u>	 <u>\$ 2,349,947</u>	 <u>\$ 4,623,918</u>	

CITY OF NEWTON, MASSACHUSETTS
WATER FUND
REVENUE BUDGET TO ACTUAL REPORT - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005
(with comparative revenue information for the three previous fiscal years)

	FY 2005					FY 2004	FY 2003	FY 2002
	Original Budget	Revisions	Final Budget	Actual Revenue	% Budget	Actual Revenue	Annual Revenue	Actual Revenue
Water Use Charges	\$ 12,044,560	\$ -	\$ 12,044,560	\$ 11,996,265		\$ 9,981,088	\$ 9,178,080	\$ 8,806,716
Interest & Penalties	-	-	-	43,866		59,438	125,518	44,124
Water Liens	-	-	-	223,384		260,557	256,210	222,286
Maintenance Charges	-	-	-	60,329		79,539	67,095	64,454
Backflow Prevention Charges	-	-	-	69,175		132,908	115,663	42,429
Water Renewal Charges	-	-	-	150,175		115,182	77,589	460,170
Miscellaneous	-	-	-	106,443		3,237	18,162	46,513
Sub-Total Revenue	12,044,560	-	12,044,560	12,649,637	105.02%	10,631,949	9,838,317	9,686,692
Transfers from Other Funds	-	-	-	-	0.00%	11,223,372	-	-
Water Surplus	696,909	212,621	909,530	-	0.00%	250,646	-	-
TOTAL - WATER FUND	\$ 12,741,469	\$ 212,621	\$ 12,954,090	\$ 12,649,637	97.65%	\$ 22,105,967	\$ 9,838,317	\$ 9,686,692

CITY OF NEWTON, MASSACHUSETTS
WATER FUND
ANNUAL APPROPRIATIONS - LEGAL LEVEL OF CONTROL
SUMMARY OF EXPENDITURES AND TRANSFERS TO OTHER FUNDS
Fiscal Year Ended June 30, 2005

	Continued Appropriations	FY 2005 Original Budget	FY 2005 Budget Revisions	FY 2005 Budget As Amended	Total Revised FY 2005 Budget	Expended	Encumbered	Closed to Fund Balance
Water Maintenance & Operation								
Personal Services	\$ -	\$ 1,213,225	\$ 158,000	\$ 1,371,225	\$ 1,371,225	\$ 1,255,769	\$ -	\$ 115,456
Expenses	131,968	536,262	-	536,262	668,230	507,643	117,019	43,568
Capital Outlay	564,941	841,000	-	841,000	1,405,941	230,566	632,979	542,396
Fringe Benefits	-	222,190	-	222,190	222,190	202,754	-	19,436
Total	<u>696,909</u>	<u>2,812,677</u>	<u>158,000</u>	<u>2,970,677</u>	<u>3,667,586</u>	<u>2,196,732</u>	<u>749,998</u>	<u>720,856</u>
Debt Maturities & Interest	<u>-</u>	<u>1,166,738</u>	<u>-</u>	<u>1,166,738</u>	<u>1,166,738</u>	<u>1,166,737</u>	<u>-</u>	<u>1</u>
Retirement	<u>-</u>	<u>366,140</u>	<u>-</u>	<u>366,140</u>	<u>366,140</u>	<u>347,577</u>	<u>-</u>	<u>18,563</u>
Employee Benefits	<u>-</u>	<u>54,320</u>	<u>-</u>	<u>54,320</u>	<u>54,320</u>	<u>13,901</u>	<u>-</u>	<u>40,419</u>
MWRA/DEP Assessments & Charges	<u>-</u>	<u>6,623,060</u>	<u>-</u>	<u>6,623,060</u>	<u>6,623,060</u>	<u>6,484,003</u>	<u>-</u>	<u>139,057</u>
Transfer - Capital Project Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfer - Sewer Fund	<u>-</u>	<u>510,065</u>	<u>-</u>	<u>510,065</u>	<u>510,065</u>	<u>510,065</u>	<u>-</u>	<u>-</u>
Transfer - General Fund	<u>-</u>	<u>384,560</u>	<u>54,621</u>	<u>439,181</u>	<u>439,181</u>	<u>439,181</u>	<u>-</u>	<u>-</u>
Transfer - Workers Compensation Fund	<u>-</u>	<u>127,000</u>	<u>-</u>	<u>127,000</u>	<u>127,000</u>	<u>127,000</u>	<u>-</u>	<u>-</u>
TOTAL: WATER FUND	<u><u>\$ 696,909</u></u>	<u><u>\$ 12,044,560</u></u>	<u><u>\$ 212,621</u></u>	<u><u>\$ 12,257,181</u></u>	<u><u>\$ 12,954,090</u></u>	<u><u>\$ 11,285,196</u></u>	<u><u>\$ 749,998</u></u>	<u><u>\$ 918,896</u></u>

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
GIFT FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transferred From Other Funds	Expenditures	Transferred to Other Funds	Ending Balance
CITY CLERK'S OFFICE:						
Archivist Activities	\$ 197	\$ -	\$ -	\$ 197	\$ -	\$ -
	197	-	-	197	-	-
MAYOR'S OFFICE:						
Millenium Park Gifts	59,469	-	-	28,514	-	30,955
PERSONNEL DEPARTMENT:						
Employee Memorial Fountain	8,617	669	-	85	-	9,201
Employee Health Programs	818	400	-	1,218	-	-
Total Personnel Department	9,435	1,069	-	1,303	-	9,201
PLANNING & COMMUNITY DEVELOPMENT DEPARTMENT:						
Newton Conservators	2,000	-	-	-	-	2,000
Chestnut Hill Historical District Gifts	11,689	255	-	-	-	11,944
Avalon Bay Needham Street Improvements	140,857	-	-	-	-	140,857
Friends of Hammond Pond	10,318	3,000	-	978	-	12,340
Friends of Houghton Gardens	757	-	-	-	-	757
Total Planning & Community Development Department	165,621	3,255	-	978	-	167,898
POLICE DEPARTMENT:						
Child Safety Seats	95	-	-	-	-	95
Newton Rotary Gifts	655	-	-	-	-	655
Cops & Kids Program Gifts	2,703	2,470	-	5,160	-	13
Total Police Department	3,453	2,470	-	5,160	-	763
FIRE DEPARTMENT:						
Newton Wellesley Hospital MDU Trailer Gift	3,500	-	-	-	-	3,500
PUBLIC HEALTH DEPARTMENT:						
Harvard Public Health Program Gifts	128	-	-	-	-	128
SCHOOL DEPARTMENT:						
Freeman Foundation Chinese Program	30,611	556,653	-	193,818	-	393,446
Legal Seafood Internship Program	1,637	40,059	-	41,540	-	156
Project Perform	438	-	-	-	-	438
NNHS Drug & Alcohol Program Donations	4	-	-	-	-	4
Newton School Foundation Donations	-	22,517	-	22,517	-	-
Lueders Environmental Donations	300	-	-	-	-	300
Newton Teachers Association Reimbursements	-	43,483	-	43,483	-	-

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
GIFT FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transferred From Other Funds	Expenditures	Transferred to Other Funds	Ending Balance
AHEPA National Housing Program Gift	1,801	9,000	-	-	-	10,801
AHEPA Greek Studies Gift	500	1,000	-	-	-	1,500
Boston University/Newton Cluster Donations	3,828	7,153	-	10,433	-	548
Edco Telecommunications Donations	128	2,500	-	-	-	2,628
Teachers In Industry Program	5	-	-	-	-	5
North High School Playground Gifts	300	-	-	-	-	300
Eastern Enterprise Literacy Program	13	-	-	-	-	13
M. Springer Elementary Gift Program	1,000	-	-	-	-	1,000
Summer Tech Voc Program	-	-	-	(50)	-	50
Stone Bilingual/ESL NNHS Program	5,267	-	-	200	-	5,067
Disney-Benjani ATA Gift	-	-	-	-	-	-
Starbucks Opportunity Grant	42	-	-	-	-	42
Buzby Underwood Gift	1,485	-	-	-	-	1,485
Rowe Family Gift	1,329	-	-	-	-	1,329
S.S. Niarchos Foundation Gift	38,001	40,000	-	42,862	-	35,139
Primary Source Reference	258	-	-	-	-	258
National Philanthropic Trust	8,082	-	-	7,440	-	642
Gates Foundation Gifts	28	-	-	-	-	28
Elementary Education SPED Gifts	1,650	2,000	-	-	-	3,650
Back to School Program	3,662	500	-	2,357	-	1,805
Day Middle School Gifts	10,277	133	-	5,403	-	5,007
Engineering in Technology Gifts	5,029	-	-	808	-	4,221
Williams School Gifts	85	-	-	-	-	85
Newton-Wellesley Hospital Defib. Gift	31	-	-	-	-	31
SILC Support Grant Match	5,743	12,761	-	2,566	-	15,938
Ed Center - Supt. Gifts	6,895	2,100	-	769	5,000	3,226
Debbie Ellis Gifts	950	1,000	-	1,000	-	950
Best Buy Children's Foundation Gifts	60	-	-	-	-	60
Massachusetts Service Alliance Gifts	2,951	14,175	-	14,723	-	2,403
Mason Rice School Gifts	500	-	-	-	-	500
Toyota Tapestry Gifts	2,500	-	-	2,496	-	4
Carol Daynard Professional Development Gifts	-	2,400	-	-	-	2,400
Patriot Incentive Award	-	5,000	-	676	-	4,324
Gant Family Foundation Awards	-	-	5,000	2,600	-	2,400
Greek Studies Summer Program	-	700	-	-	-	700
Irwin Blumer Book Awards	-	1,778	-	-	-	1,778
Bigelow School Gifts	-	6,265	-	6,265	-	-
Hearing Impaired Program	-	-	-	-	-	-
Total School Department	135,390	771,177	5,000	401,906	5,000	504,661

CITY OF NEWTON, MASSACHUSETTS
SPECIAL REVENUE FUNDS
GIFT FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transferred From Other Funds	Expenditures	Transferred to Other Funds	Ending Balance
PUBLIC WORKS DEPARTMENT:						
Recycling Program Donations	8,188	-	-	358	-	7,830
Kessler Woods Mitigation	-	-				-
N-W Hospital - Washington Street Drainage Improvements	50,000	(14,658)	-	-	35,342	-
Total Public Works Department	58,188	(14,658)	-	358	35,342	7,830
HUMAN SERVICES DEPARTMENT:						
Consumer Program Donations	1,638	1,500	-	484	-	2,654
Youth Outreach Program Donations - Human Services	3,152	-	-	-	-	3,152
United Way Youth Commission Gifts	-	1,000		900		100
J. Dietz Senior Donations	868	-	-	-	-	868
Homeless Shelter Donations - Human Services	147	-	-	-	-	147
Holiday Food Donations	3,336	15,670	-	8,000	-	11,006
Charles River Medical Society Donations	1,462	-	-	-	-	1,462
Newton 2000 Volunteer Services Gifts	23,625	10,750		10,035	-	24,340
Senior Center Gifts	-	-	-	-	-	-
Fuel Assistance Donations	-	-	-	-	-	-
Total Human Services Department	34,228	28,920	-	19,419	-	43,729
VETERANS SERVICES DEPARTMENT:						
Veteran Celebration Donations	58	-	-	-	-	58
PARKS & RECREATION DEPARTMENT:						
Recreation Field Maintenance Donations	5,917	39,311	-	-	-	45,228
Parks Dept. Tree Planting Donations	969	-	-	969	-	-
Total Parks Department	6,886	39,311	-	969	-	45,228
TOTAL GIFT FUND	\$ 476,553	\$ 831,544	\$ 5,000	\$ 458,804	\$ 40,342	\$ 813,951

CAPITAL PROJECT FUNDS

Description of Capital Project Funds

Public Building Improvement Fund

This fund is used to account for the acquisition, construction, reconstruction, and/or major renovation of City buildings for which the City has not established a separate capital project fund. Renovation projects of less than \$500,000 are accounted for in the City's General Fund. Financing is generally derived from the issuance of bonds or notes. Board of Aldermen appropriations are for the term of the project. The Public Building Commissioner is responsible for all projects accounted for in this fund.

High School Renovation Fund

This fund is used to account for major renovations that are currently being made to the City's two high schools. Separate fund balances are maintained for each of the two high school renovation projects.

Sewer System Improvement Fund

This fund is used to account for capital improvements to the City's sanitary sewer collection system. Funding is primarily from loans and grants from the Massachusetts Water Resources Authority (MWRA) and the Massachusetts Water Pollution Abatement Trust (MWPAT).

Water System Improvement Fund

This fund is used to account for capital improvements to the City's water distribution system. Fund is from a combination of local revenue appropriations and loans from the Massachusetts Water Resources Authority (MWRA).

Street Improvement Fund

This fund is used to account for major public works street and sidewalk improvement projects financed from the issuance of debt.

Capital Stabilization Fund

The Capital Stabilization Fund is used to accumulate resources for future capital project financing. No expenditures are made directly from the fund. Funds are instead appropriated and transferred to another capital project fund or to the general fund for capital improvements and/or maintenance. Completed capital improvement and maintenance budget balances are closed out to this fund along with certain state and federal grants for capital purposes that have been funded originally with local resources. Separate fund balances are maintained within the fund for: future year high school renovation project financing; future year water and sewer project financing; future year general purpose capital project financing; and future year bonded capital project financing.

CITY OF NEWTON, MASSACHUSETTS
CAPITAL PROJECT FUNDS
COMBINING LEVEL BALANCE SHEET - BUDGETARY BASIS
June 30, 2005

	Public Building Improvement Fund	High School Renovation Fund	Sewer System Improvement Fund	Water System Improvement Fund
ASSETS				
Cash & temporary investments	\$ 109,723	\$ 7,824,505	\$ 432,125	\$ 7,603,834
State and federal grants receivable	-	34,831,012	-	-
Total Assets	<u>109,723</u>	<u>42,655,517</u>	<u>432,125</u>	<u>7,603,834</u>
LIABILITIES & FUND BALANCES				
Warrants payable	-	50,572	30,761	91,532
Accrued expenses	91,649	1,646,928	4,490	38,818
Accrued payroll	-	-	-	-
Bond anticipation notes payable	-	49,500,000	-	-
Due to other funds	-	-	-	-
Deferred revenue	-	8,707,753	-	-
Total Liabilities	<u>91,649</u>	<u>59,905,253</u>	<u>35,251</u>	<u>130,350</u>
Fund Balance -Reserved for Encumbrances	-	1,681,229	139,599	2,059,037
Fund Balance - Reserved for Future Capital Appropriations	-	-	-	-
Fund Balance - Reserved for Future Bonded Appropriations	-	-	-	-
Fund Balance - Reserved for High School Renovations	-	-	-	-
Fund Balance - Current Capital Projects	<u>18,074</u>	<u>(18,930,965)</u>	<u>257,275</u>	<u>5,414,447</u>
Total Fund Balances	<u>18,074</u>	<u>(17,249,736)</u>	<u>396,874</u>	<u>7,473,484</u>
Total Liabilities & Fund Balances	<u>\$ 109,723</u>	<u>\$ 42,655,517</u>	<u>\$ 432,125</u>	<u>\$ 7,603,834</u>

CITY OF NEWTON, MASSACHUSETTS
CAPITAL PROJECT FUNDS
COMBINING LEVEL BALANCE SHEET - BUDGETARY BASIS
June 30, 2005

	Street Improvement Fund	Capital Stabilization Fund	Total
ASSETS			
Cash & temporary investments	\$ -	\$ 8,081,702	\$ 24,051,889
State and federal grants receivable	-	-	34,831,012
Total Assets	<u>-</u>	<u>8,081,702</u>	<u>58,882,901</u>
LIABILITIES & FUND BALANCES			
Warrants payable	17,901	-	190,766
Accrued expenses	11,871	-	1,793,756
Accrued payroll	1,595	-	1,595
Bond anticipation notes payable	-	-	49,500,000
Due to other funds	157,286	-	157,286
Deferred revenue	<u>-</u>	<u>-</u>	<u>8,707,753</u>
Total Liabilities	<u>188,653</u>	<u>-</u>	<u>60,351,156</u>
Fund Balance -Reserved for Encumbrances	11,486	-	3,891,351
Fund Balance - Reserved for Future Capital Appropriations	-	249,670	249,670
Fund Balance - Reserved for Future Bonded Appropriations	-	-	-
Fund Balance - Reserved for High School Renovations	-	7,832,032	7,832,032
Fund Balance - Current Capital Projects	<u>(200,139)</u>	<u>-</u>	<u>(13,441,308)</u>
Total Fund Balances	<u>(188,653)</u>	<u>8,081,702</u>	<u>(1,468,255)</u>
Total Liabilities & Fund Balances	<u>\$ -</u>	<u>\$ 8,081,702</u>	<u>\$ 58,882,901</u>

CITY OF NEWTON, MASSACHUSETTS
CAPITAL PROJECT FUNDS
COMBINING LEVEL STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Public Building Improvement Fund	High School Renovation Fund	Sewer System Improvement Fund	Water System Improvement Fund	Street Improvement Fund	Capital Stabilization Fund	Total
REVENUES:							
Investment income	\$ -	\$ -	\$ 7,332	\$ 152,119	\$ -	\$ -	\$ 159,451
Departmental & other	-	-	-	-	-	2,750	2,750
Intergovernmental	-	26,123,259	-	-	-	-	26,123,259
Total Revenue	<u>-</u>	<u>26,123,259</u>	<u>7,332</u>	<u>152,119</u>	<u>-</u>	<u>2,750</u>	<u>26,285,460</u>
EXPENDITURES:							
Education	103,575	7,422,816	-	-	-	-	7,526,391
Public works	-	-	337,283	791,131	188,653	-	1,317,067
Total Expenditures	<u>103,575</u>	<u>7,422,816</u>	<u>337,283</u>	<u>791,131</u>	<u>188,653</u>	<u>-</u>	<u>8,843,458</u>
Excess/(Deficiency) of Revenues over Expenditures	<u>(103,575)</u>	<u>18,700,443</u>	<u>(329,951)</u>	<u>(639,012)</u>	<u>(188,653)</u>	<u>2,750</u>	<u>17,442,002</u>
Transfers from Other Funds	30,000	-	-	-	-	2,619,069	2,649,069
Transfers to Other Funds	-	-	-	-	-	(464,801)	(464,801)
Excess/(Deficiency) of Revenues & Transfers over Expenditures & Transfers	<u>(73,575)</u>	<u>18,700,443</u>	<u>(329,951)</u>	<u>(639,012)</u>	<u>(188,653)</u>	<u>2,157,018</u>	<u>19,626,270</u>
Other Financing Sources (Bond Proceeds)	-	10,000,000	-	2,586,019	-	-	12,586,019
Other Financing Uses	-	-	-	-	-	-	-
Excess/(Deficiency) of Revenues, Transfers & Other Sources over Expenditures, Transfers & Other Uses	<u>(73,575)</u>	<u>28,700,443</u>	<u>(329,951)</u>	<u>1,947,007</u>	<u>(188,653)</u>	<u>2,157,018</u>	<u>32,212,289</u>
July 1, 2004 Beginning Fund Balance:	<u>91,649</u>	<u>(45,950,179)</u>	<u>726,825</u>	<u>5,526,477</u>	<u>-</u>	<u>5,924,684</u>	<u>(33,680,544)</u>
June 30, 2005 Ending Fund Balance:	<u>\$ 18,074</u>	<u>\$ (17,249,736)</u>	<u>\$ 396,874</u>	<u>\$ 7,473,484</u>	<u>\$ (188,653)</u>	<u>\$ 8,081,702</u>	<u>\$ (1,468,255)</u>

CITY OF NEWTON, MASSACHUSETTS
CAPITAL PROJECT FUNDS
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	FY 2005 Appropriations	Transfers	Expended	Encumbered	Ending Balance
Public Building Improvement Fund:						
Peirce Elementary Window & Door Replacement	\$ -	\$ 560,000	\$ -	\$ -	\$ -	\$ 560,000
Countryside Roof Repairs	-	149,000	-	-	-	149,000
Elementary School Boiler Replacement	-	405,000	30,000	11,926	-	423,074
Memorial School Tier I Project	12,049	-	-	12,049	-	-
Williams School Tier I Project	79,600	-	-	79,600	-	-
Total Public Building Improvement Fund	\$ 91,649	\$ 1,114,000	\$ 30,000	\$ 103,575	\$ -	\$ 1,132,074
High School Renovation Fund:						
Newton South High School Renovations	\$ 8,444,134	\$ -	\$ -	\$ 7,271,172	\$ 583,267	\$ 589,695
Newton North High School Renovations	36,996,213	3,800,000	-	151,644	1,097,961	39,546,608
Total High School Renovation Fund	\$ 45,440,347	\$ 3,800,000	\$ -	\$ 7,422,816	\$ 1,681,228	\$ 40,136,303
Street & Sidewalk Improvement Fund:						
Street Betterment Project - 2005	\$ -	\$ 650,000	\$ -	\$ 188,653	\$ 11,486	\$ 449,861
Total Street & Sidewalk Improvement Fund	\$ -	\$ 650,000	\$ -	\$ 188,653	\$ 11,486	\$ 449,861
Water System Improvement Fund:						
MWRA - Water System - Accumulated Interest Income	\$ 194,492	\$ 152,119	\$ -	\$ -	\$ -	\$ 346,611
MWRA - Water System Improvements - Loan of 2001	12,227	-	-	12,227	-	-
MWRA - Water System Improvements - Loan of 2001	21,865	-	-	21,865	-	-
MWRA - Water System Improvements - Loan of 2002	212,863	-	-	66,505	-	146,358
MWRA - Water System Improvements - Loan of 2003	2,133,628	-	-	601,437	1,424,168	108,023
MWRA - Water System Improvements - Loan of 2004	2,586,019	-	-	-	634,869	1,951,150
MWRA - Water System Improvements - Loan of 2005	-	2,586,019	-	-	-	2,586,019

CITY OF NEWTON, MASSACHUSETTS
CAPITAL PROJECT FUNDS
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	FY 2005 Appropriations	Transfers	Expended	Encumbered	Ending Balance
Waban Hill Reservoir Improvements - 2001/2003	284,437	-	-	8,150	-	276,287
Water System Improvements - 2002 (MWRA Reimbursement)	80,947	-	-	80,947	-	-
Total Water System Improvement Fund	\$ 5,526,478	\$ 2,738,138	\$ -	\$ 791,131	\$ 2,059,037	\$ 5,414,448

Sanitary Sewer Improvement Fund:

Sewer System Improvements - 1997 (City of Newton)	\$ 36,944	\$ -	\$ -	\$ 6,866	\$ 25,314	\$ 4,764
Sewer System Improvements - 1998 (City of Newton)	10	-	-	10	-	-
Lexington Street Sewer Extension - 2002 (City of Newton)	130,229	-	-	-	-	130,229
Mass Water Pollution Abatement Trust (MWPAT) - Infiltration/Inflow	204,154	-	-	127,728	15,654	60,772
MWRA - Sewer I&I - Accumulated Interest Income	20,265	7,332	-	-	-	27,597
MWRA - Infiltration/Inflow Program - 1995	9,303	-	-	-	9,303	-
MWRA - Infiltration/Inflow Program - 1997	14,758	-	-	-	14,758	-
MWRA - Infiltration/Inflow - 2000	15,283	-	-	10,015	5,268	-
MWRA - Infiltration/Inflow - 2002 (Longfellow Road)	59	-	(59)	-	-	-
MWRA - Infiltration/Inflow - 2002 (Longfellow Rd & Jasset Street)	16,148	-	-	9,811	6,337	-
MWRA - Infiltration/Inflow - 2002	36,017	-	83	26,931	-	9,169
MWRA - Infiltration/Inflow - 2002/2003 (Quinobequin Rd Area)	5,702	-	-	539	-	5,163
MWRA - Private Inflow Removal Plan - 2003	24	-	(24)	-	-	-
MWRA - Cochituate Aqueduct Investigation - 2003	170,992	-	-	108,028	62,964	-
MWRA - Commonwealth Golf Course Phase II - 2003	19,580	-	-	-	-	19,580
MWRA - Area A&C Smoke & Dye Testing - 2003	47,355	-	-	47,355	-	-
Total Sanitary Sewer Improvement Fund	\$ 726,823	\$ 7,332	\$ -	\$ 337,283	\$ 139,598	\$ 257,274

CITY OF NEWTON, MASSACHUSETTS
CAPITAL PROJECT FUNDS
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	FY 2005 Appropriations	Transfers	Expended	Encumbered	Ending Balance
Capital Stabilization Fund:						
Reserved for Ordinary Capital Appropriations (1)	\$ 339,835	\$ 2,750	\$ (108,162)	\$ -	\$ -	\$ 234,423
Reserved for Forte Park Development	-	-	-	-	-	-
Reserved for High School Renovations {2}	5,545,147	2,414,410	(127,525)	-	-	7,832,032
Reserved for Water/Sewer Appropriations	15,247	-	-	-	-	15,247
Reserved for MGL CH 44 Sec 7& 8 Appropriations {3}	24,455	-	(24,455)	-	-	-
Total Capital Stabilization Fund	\$ 5,924,684	\$ 2,417,160	\$ (260,142)	\$ -	\$ -	\$ 8,081,702
 TOTAL CAPITAL PROJECT FUNDS	 \$ 57,709,981	 \$ 10,726,630	 \$ (230,142)	 \$ 8,843,458	 \$ 3,891,349	 \$ 55,471,662

Ordinary purpose activity {1}:

Board order #421-04 Carr School repairs	\$ (25,000)
Board order #421-04(2) Carr School repairs	(15,000)
Board order #79-05 Treasurer office equipment replacement	(33,820)
Board order #107-05 Larkspar Rd drainage	(18,000)
Board order #25-05 Fire Equipment grant advance	(12,820)
Grant reimbursement on #25-05	12,816
Board order #127-05 Defibrillator replacement	(48,330)
Board order #150-05(2) School boiler design	(5,545)
Board order #155-05 Fire equipment repairs	(3,160)
Board order #156-05 School equipment lease-purchase payment	(100,000)
Board order #180-05 Building department boiler replacement	(24,462)
Board order #212-05 Main library chiller repairs	(39,500)
Close out NWH drainage reimbursement (29B40104)	35,342
Close out balance in Washington St drainage appropriation	2,941
Close out Zervas boiler replacement appropriation	100
Close out Board of Aldermen technology appropriation	5
Close out H. Mann Modular classroom appropriation	1,025
Close out city hall atm machine appropriation	40,000
Close out Jackson Homestead Museum parking lot appropriation	7,026
Close out Handicapped Access appropriation	3,000
Close out Ward School Boiler conversion appropriation	27,707

CITY OF NEWTON, MASSACHUSETTS
CAPITAL PROJECT FUNDS
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	FY 2005 Appropriations	Transfers	Expended	Encumbered	Ending Balance
Close out City Hall HVAC appropriation			6,000			
Close out Underwood Boiler replacement appropriation			16,665			
Close out Fire Station #4 Boiler replacement appropriation			25,000			
Close out Main Library cooling tower repair appropriation			33,216			
Close out ISD office renovation appropriation			1,861			
Close out School equipment appropriation			65			
Close out Eliot Street sand storage shed repair appropriation			1,000			
Close out Parks Dept special appropriations			2,000			
Close out ISD Archival project appropriation			998			
Close out Fire equipment replacement appropriation			708	Transfers in	204,659	
			-	Transfers out	(312,821)	
Total Transfers - General Account			\$ (108,162)			
High School renovation activity:						
{2} Board Order #268-00(8)			\$ (98,889)			
Board Order #66-05			(28,636)			
Board Order #113-01(9C) debt issuance costs - High School renovation bonds			-			
Board Order #113-01(9D) General Fund contribution			-			
			\$ (127,525)			
Bonded project activity:						
{3} Close out street maintenance authorization			\$ -			
BO# 159-05(2) School boiler replacement design			(24,455)			
			\$ (24,455)			

INTERNAL SERVICE FUNDS

Description of Internal Service Funds

Group Health Self- Insurance:

This fund is used to account for group health benefits for active and retired employees of the City. The City funds 80% of group health benefits and employees and retirees contribute 20% of the cost through payroll deductions. The City also purchases stop loss insurance with an aggregate retention of \$250,000 and individual claims in excess of \$200,000 per year, which are incurred during the fiscal year and paid within eighteen months of the year end. The City maintains separate sub-funds for plans administered by Tufts Associated Health and Harvard-Pilgrim Health.

Workers Compensation Self -Insurance Fund

This fund is used to account for workers compensation benefits, both replacement wages and medical benefits for qualified employees. The fund is also used to account for the cost of providing medical benefits to public safety employees who are injured in the line of duty. Replacement wages for public safety employees are accounted for in the General Fund operating budgets of the police and fire departments.

Liability Self-Insurance Fund

This fund is used to accumulate resources to pay liability claims in excess of \$50,000. Liability claims of \$15,000 or more are financed from a judgment and settlement appropriation in the City's Solicitor's General Fund annual appropriation. Claims greater than \$5,000, but less than \$50,000 are financed with a transfer from the Reserve Fund annual appropriation in the General Fund.

Municipal Building Insurance Fund

This fund is used to generate annual income, which is used to finance the City's annual property insurance premiums. Funds are transferred to the General Fund, based upon an annual authorization vote of the Board of Aldermen.

CITY OF NEWTON, MASSACHUSETTS
INTERNAL SERVICE FUNDS
COMBINING LEVEL BALANCE SHEET - BUDGETARY BASIS
June 30, 2005

	Group Health Self Insured Fund	Workers Comp. Self Insurance Fund	Municipal Liability Self Insurance Fund	Municipal Building Insurance Fund	Total
ASSETS:					
Cash & temporary investments	\$ 9,462,108	\$ 700,341	\$ 196,736	\$ 23,317	\$ 10,382,502
Investments	-	5,758,872	-	2,123,229	7,882,101
Health insurance claims deposits	344,019	-	-	-	344,019
Total Assets	<u>9,806,127</u>	<u>6,459,213</u>	<u>196,736</u>	<u>2,146,546</u>	<u>18,608,622</u>
LIABILITIES & FUND BALANCES:					
Warrants payable	195,794	62,401	-	-	258,195
Accrued expenses	-	16,293	-	-	16,293
Accrued self insurance claims payable	<u>5,232,306</u>	<u>5,833,943</u>	<u>-</u>	<u>-</u>	<u>11,066,249</u>
Total Liabilities	5,428,100	5,912,637	-	-	11,340,737
Fund Balance - Group Health Claims -Tufts Health Plan	2,704,507	-	-	-	2,704,507
Fund Balance - Group Health Claims - Harvard Health Plan	1,673,520	-	-	-	1,673,520
Fund Balance - Public Safety IOD Medical Claims	-	51,661	-	-	51,661
Fund Balance - Workers Compensation Claims	-	494,915	-	-	494,915
Fund Balance - General Liability Claims	-	-	196,736	-	196,736
Fund Balance - Following Year Budget	-	-	-	277,582	277,582
Fund Balance - Future Year Property Insurance Premiums	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,868,964</u>	<u>1,868,964</u>
Total Fund Balances	<u>4,378,027</u>	<u>546,576</u>	<u>196,736</u>	<u>2,146,546</u>	<u>7,267,885</u>
Total Liabilities & Fund Balances	\$ <u>9,806,127</u>	\$ <u>6,459,213</u>	\$ <u>196,736</u>	\$ <u>2,146,546</u>	\$ <u>18,608,622</u>

CITY OF NEWTON, MASSACHUSETTS
INTERNAL SERVICE FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Group Health Self Insurance Fund	Workers Comp. Self Insurance Fund	Municipal Liability Self Insurnace Fund	Municipal Building Insurance Fund	Total
REVENUES:					
Charges for Service	\$ 35,340,054	\$ -	\$ -	\$ -	\$ 35,340,054
Departmental & Other	106,591	900	-	-	107,491
Investment Income	184,168	281,803	3,871	2,196	472,038
Intergovernmental Revenue	-	-	-	-	-
Total Revenue	<u>35,630,813</u>	<u>282,703</u>	<u>3,871</u>	<u>2,196</u>	<u>35,919,583</u>
EXPENDITURES:					
Employee Benefits	<u>34,174,410</u>	<u>1,542,963</u>	<u>-</u>	<u>-</u>	<u>35,717,373</u>
Total Expenditures	<u>34,174,410</u>	<u>1,542,963</u>	<u>-</u>	<u>-</u>	<u>35,717,373</u>
Excess/(Deficiency) of Revenues over Expenditures	<u>1,456,403</u>	<u>(1,260,260)</u>	<u>3,871</u>	<u>2,196</u>	<u>202,210</u>
Transfers from Other Funds	-	1,549,870	-	-	1,549,870
Transfers to Other Funds	-	-	(55,000)	(257,331)	(312,331)
Excess/(Deficiency) of Revenues & Transfers over Expenditures & Transfers	<u>1,456,403</u>	<u>289,610</u>	<u>(51,129)</u>	<u>(255,135)</u>	<u>1,439,749</u>
Other Financing Sources	-	-	-	-	-
Other Financing Uses	-	-	-	-	-
Excess/(Deficiency) of Revenues, Transfers & Other Sources over Expenditures, Transfers & Other Uses	<u>1,456,403</u>	<u>289,610</u>	<u>(51,129)</u>	<u>(255,135)</u>	<u>1,439,749</u>
July 1, 2004 Beginning Fund Balance:	<u>2,921,624</u>	<u>256,966</u>	<u>247,865</u>	<u>2,401,681</u>	<u>5,828,136</u>
June 30, 2005 Ending Fund Balance:	<u>\$ 4,378,027</u>	<u>\$ 546,576</u>	<u>\$ 196,736</u>	<u>\$ 2,146,546</u>	<u>\$ 7,267,885</u>

CITY OF NEWTON, MASSACHUSETTS
INTERNAL SERVICE FUNDS
GROUP HEALTH SELF INSURANCE FUND
TUFTS HEALTH PLAN
SUMMARY OF CURRENT YEAR ACTIVITY - BUDGETARY BASIS
(with comparative information for five previous fiscal years)

	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001	Fiscal Year 2000
July 1 Fund Balance:	\$ 1,537,657	\$ 2,925	\$ 259,915	\$ 1,433,047	\$ 513,900	\$ (366,135)
Revenue:						
Investment income	154,389	37,885	52,540	95,068	192,501	102,047
Employee contributions	5,589,532	5,410,955	4,821,838	3,804,897	3,812,089	3,250,034
Employer contributions	21,823,845	20,701,592	18,459,435	14,569,546	14,805,968	12,741,184
Insurance recoveries	106,591	1,085,850	751,427	-	-	119,248
Total Revenue	<u>27,674,357</u>	<u>27,236,282</u>	<u>24,085,240</u>	<u>18,469,511</u>	<u>18,810,558</u>	<u>16,212,513</u>
Expenditures:						
Administrative services	1,372,064	1,412,323	1,238,416	1,148,059	1,023,259	955,108
Stop loss insurance premiums	216,370	316,973	187,865	153,129	114,321	171,852
Health claims (paid claims)	20,804,645	20,090,326	19,267,927	15,721,247	13,708,585	11,826,574
Health claims - IBNR estimate	4,114,428	3,881,928	3,648,022	2,620,208	3,045,247	2,378,944
Total Expenditures	<u>26,507,507</u>	<u>25,701,550</u>	<u>24,342,230</u>	<u>19,642,643</u>	<u>17,891,412</u>	<u>15,332,478</u>
June 30 Fund Balance:	\$ <u>2,704,507</u>	\$ <u>1,537,657</u>	\$ <u>2,925</u>	\$ <u>259,915</u>	\$ <u>1,433,046</u>	\$ <u>513,900</u>

CITY OF NEWTON, MASSACHUSETTS
INTERNAL SERVICE FUNDS
GROUP HEALTH SELF-INSURANCE FUND
HARVARD-PILGRIM HEALTH PLAN
SUMMARY OF CURRENT YEAR ACTIVITY - BUDGETARY BASIS
(with comparative information since inception)

	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001
July 1 Beginning Fund Balance:	\$ 1,383,967	\$ 530,138	\$ 510,218	\$ 744,948	\$ -
Revenue:					
Investment income	29,779	18,335	12,274	20,190	32,158
Employee contributions	1,673,612	1,358,032	1,184,214	1,033,229	981,208
Employer contributions	6,253,065	5,060,262	4,484,495	3,933,501	3,783,941
Other miscellaneous. revenue	-	-	51,909	-	-
Total Revenue	<u>7,956,456</u>	<u>6,436,629</u>	<u>5,732,892</u>	<u>4,986,920</u>	<u>4,797,307</u>
Expenditures:					
Administrative services	595,918	552,087	440,263	410,470	424,341
Stop loss insurance premiums	90,020	126,786	75,209	61,668	53,209
Health claims (paid claims)	5,863,087	4,059,748	4,192,174	4,071,010	3,335,740
Health claims - IBNR estimate	1,117,878	844,179	1,005,326	678,502	239,069
Total Expenditures	<u>7,666,903</u>	<u>5,582,800</u>	<u>5,712,972</u>	<u>5,221,650</u>	<u>4,052,359</u>
June 30 Ending Fund Balance:	\$ <u>1,673,520</u>	\$ <u>1,383,967</u>	\$ <u>530,138</u>	\$ <u>510,218</u>	\$ <u>744,948</u>

CITY OF NEWTON, MASSACHUSETTS
WORKERS COMPENSATION SELF-INSURANCE FUND
SCHEDULE OF OPERATING ACTIVITY
Fiscal Year Ended June 30, 2005
(with comparative information for previous five fiscal years)

	June 30, 2005	June 30, 2004	June 30, 2003	June 30, 2002	June 30, 2001	June 30, 2000
July 1 beginning fund balance:	\$ 256,966	\$ (1,199,897)	\$ (781,504)	\$ (1,087,476)	(779,784)	2,015,402
Revenues & transfers from other funds:						
Legal recoveries	-	-	-	-	-	-
Investment income	281,803	457,563	207,741	46,772	126,360	175,751
Intergovernmental revenue	-	-	-	-	155,713	279,746
Other miscellaneous revenue	900	2,288	31,391	5,398	708	5,576
Total Revenue	282,703	459,851	239,132	52,170	282,781	461,073
Transfer from General Fund-School Committee	350,000	350,000	380,000	388,000	350,000	350,000
Transfer from General Fund-Municipal	822,870	1,035,046	822,870	858,870	866,000	470,000
Transfer from General Fund - Public Safety Medical	150,000	-	-	-	-	-
Transfer from State Sewer Rate Relief Grant Fund	-	1,268	-	14,490	-	-
Transfer from Sewer Fund	100,000	117,446	97,406	85,520	110,000	75,000
Transfer from Water Fund	127,000	127,000	127,000	127,000	112,000	112,000
Total Transfers from Other Funds	1,549,870	1,630,760	1,427,276	1,473,880	1,438,000	1,007,000
Expenditures						
General Fund - School Employees	283,777	329,251	403,492	412,051	295,414	320,001
General Fund - Municipal Employees	909,268	994,785	773,915	830,970	906,904	648,799
General Fund - Public Safety Employees (Medical)	141,129	102,775	162,647	157,995	151,638	74,277
Sewer Fund Employees	70,483	97,112	95,067	99,907	95,317	36,109
Water Fund Employees	69,512	51,288	47,134	53,764	49,504	195,218
Fund Administration	68,794	75,521	78,839	68,534	80,689	83,242
Change in Accrued Claims Liability	-	(1,016,984)	523,707	(403,143)	449,007	2,905,613
Total Expenditures	1,542,963	633,748	2,084,801	1,220,078	2,028,473	4,263,259
June 30 ending fund balance:	\$ 546,576	\$ 256,966	\$ (1,199,897)	\$ (781,504)	(1,087,476)	(779,784)

TRUST AND AGENCY FUNDS

Description of Trust Funds and Agency Funds

John C. Chaffin Educational Fund

Established by virtue of the last will and testament of John C Chaffin, dated March 7, 1899, which provided for the distribution of 2/3 of Mr. Chaffin's estate to the City of Newton, upon the death of his daughter, Hattie West Chaffin, for purposes of establishing an education fund. Income from the fund is to be used for purposes of benefiting graduates of Newton High School or any other school of higher grade in Newton in attending college or the Massachusetts Institute of Technology, but are financially unable to do so.

The fund assets were turned over to the City in 1930. Fund is administered by a (7) member board of trustees consisting of the chairman of the School Committee and (6) others, who shall be appointed for life by the Mayor.

The fund is used for purposes of making both grants and loans. Loans bear interest from the date of the loan until December 1 of the year of graduation. The rate of interest is established by the City Treasurer, based upon prevailing rates.

Clinton H. Scovell Scholarship Fund

Established under the terms of the will of Clinton H. Scovell and accepted by the City in 1967. The fund consists of a \$472,500 non-expendable balance, the income on which is to be used for prizes for distinguished scholarship in the high schools, upon the terms and provisions as the School Committee shall from time to time determine. A December 18, 1970 opinion of the City Solicitor advises that the terms of the gift seem to restrict the distribution of these funds to students currently attending City high schools, and not for tuition assistance for students graduated from Newton high schools.

Horace Cousens Industrial Fund

Established by virtue of the will of Horace Cousens, with a \$556,850 gift, which was accepted by the City on December 15, 1930. The will provided that the fund was to accumulate income until it reached \$1 million. At the point that the fund principal reached \$1 million, the fund income is to be distributed to the deserving poor of the City who are not inmates of the almshouse. Distributions from fund income shall be made by the trustees of the fund, under such rules and regulations as the trustees shall from time to time adopt.

According to the will, at least 90% of the annual income of the fund is to be distributed to the deserving poor of the City. Not more than 20% of this sum may be loaned, instead of granted, to individuals who are temporarily in financial need.

On September 16, 1986, the trustees received permission from the Probate Court to take \$150,000 in accumulated income and add this sum to the non-expendable principal of the fund. This same court action authorized the trustees to add up to 10% of the annual income of the fund to the non-expendable fund balance.

The fund is administered by a (3) member board of trustees, who are appointed on an alternating basis by the Mayor and the Board of Aldermen. This fund is used to account for loans and or grants to Newton residents who qualify as poor. At least 90% of the annual income of the fund is to be distributed to the deserving poor and not more than 20% of this sum may be loaned to individuals who are temporarily in financial need. Revenues consist primarily of investment income on fund cash and investments.

Expendable Trust Fund & Non Expendable Trust Fund

These funds are used to account for a number of “private purpose” educational and human service trust funds. Resources accounted for in the Non Expendable Trust Fund are not available for expenditure, and may only be used for investment purposes. Income earned on the Non Expendable Trust Fund resources is credited to the Expendable Trust Fund and is available to the fund trustees for expenditure. A brief description of each such fund follows.

Thornton Swain Thomas Scholarship Fund

Established under the terms of the will of Charlotte T. Thomas, and accepted by the City on February 5, 1951. The fund consists of a \$5,000 non-expendable gift, the income on which is to be paid to a graduate of Newton High School who has known excellence in English, with a preference to be given to a student who has shown a talent in writing poetry. The trustees shall consist of three members, the principal of the school; the head of the English department and a member of the English department.

Newton High School Scholarship Fund

Established in January of 1959 by Mr. Henry Balos, Chairman of the Newton High School PTA, who set up a fund with Newton Waltham Bank for future donations. The non-expendable fund of \$2,749 was established to benefit deserving Newton High School students who desire further education.

Newton North High School Scholarship Fund

The Newton North High School Scholarship Fund includes a variety of special purpose scholarship and award funds, which had prior to FY 1995 been in the custody of the Newton North High School Principal's Office. These funds are now in the custody of the City Treasurer and under the general ledger control of the City Comptroller.

Newton South High School Scholarship Fund

The Newton South Scholarship Fund includes a variety of special purpose scholarship and award funds, which had prior to FY 1995 been in the custody of the Newton South High School Principal's Office. These funds are now in the custody of the City Treasurer and under the general ledger control of the City Comptroller.

Eric Morganthal Memorial Scholarship Fund

Established in 1964 by Mr. & Mrs. James Morganthal in memory of their late son Eric. The fund consists of a non-expendable corpus of \$2,279, the income from which is to be paid to a graduate of Newton South High School, with preference given to men entering Dartmouth College.

Leslie Solomon Memorial Scholarship Fund

Established in 1965 by parents and friends of Leslie Solomon, a graduate of Warren Junior High School that died soon after graduation. The fund consists of a non-expendable corpus of \$4,677, the income from which is to be paid to a graduate of Newton High School, with a preference given to a woman graduate of Warren Junior High School. No relative of the Solomon family may receive benefit from the scholarship fund.

Cecilia F. Betts Merit Scholarship Fund

Established for purposes of awarding senior of a Newton public high school, who has given evidence of academic excellence and social responsibility, partial financial assistance for college studies at an educational institution that is accredited by a national or regional accredited association.

Mary Cunningham Scholarship Fund

Established in 1945 by the friends of Mr. Bill Cunningham in honor of his mother, Mary Cunningham. The fund consists of a non-expendable corpus of \$2,897. Newton Waltham Bank serves as the trustee.

Board of Aldermen Scholarship Fund.

Established on January 22, 1991 by Ordinance T-120 (BO #596-90) for purposes of providing (2) college scholarships (one for a Newton North High School and one for a Newton South High School) each year to graduating seniors, who have demonstrated an interest in government through their participation in student affairs at their respective schools. Scholarships may be granted up to a maximum of \$1,200 per recipient per year from either investment income or fund principal.

Fund is administered by a (3) member board of trustees, consisting of President of Board of Aldermen and two other Aldermen, (1) from Wards 1-4 and a second from Wards 5-8.

Mayor Theodore D. Mann Fig Newton Fund

Established on September 3, 1991 by Ordinance T-172, with a gift from the Nabisco Brands, Inc. Income earned on the gift shall be used for purposes of making grants to graduates of the Newton high schools, who are pursuing a college education or vocational/technical training at an accredited institution and need financial assistance to pursue their educational goals.

To the extent that income allows, (3) scholarship awards shall be made each year, one to a graduate of Newton North High School, one to a graduate of Newton South High School, and one to a graduate of either NNHS or NSHS, who is a participant in the METCo program. The trustees of the John C. Chaffin Education Fund serve as trustees of the Fig Newton Fund.

Student Athletic Scholarship Fund

Established on June 17, 1991 by Board Order #30-91(E-1&2), with \$40,000 in lieu of tax payment from Boston College. Investment income on the \$40,000 principal is to be used for purposes of providing relief from athletic user fees for needy students.

Lawrence W. Gorin (Class of 1955) Scholarship Fund

Established on April 1, 1996 by Board Order #514-95 with a \$5,000 gift from Mr. Lawrence Gorin. The Fund is administered by the trustees of the John C. Chaffin Education Fund and the City Treasurer serves as fund custodian.

The purpose of the trust is to annually provide a scholarship to a graduate of the City's public high schools who has shown a thirst for knowledge and is pursuing a college education at an accredited institution of higher learning which can award, at a minimum, a bachelor degree. In addition to the scholarship, the trustees may make low interest loans from the fund principal or income to graduates of the Newton high schools who are attending an accredited institution of higher education.

The trustees are to accumulate fund income until such time as the fund's principal is deemed to be sufficient to provide an annual scholarship award, provided that prior to such time, the trustees may make low interest loans from the Fund's principal.

Kendrick Fund

Established by virtue of the last will and testament of John Kendrick (January 3, 1825), with a \$1,000 gift. A sum of \$500 per year is to be used to be distributed to needy industrious poor of Newton, especially widows and orphans. Once the principal of the fund reached \$3,000 the trustees are to use the remaining fund income to make loans, secured by real estate mortgages to industrious poor of Newton. Individual loans of not more than \$300 at 5% interest, and repayable within 5 years are allowed. Chapter 145 of the Acts of 1874 named the Mayor and Board of Aldermen as trustees of the fund.

Read Fund

Established under the terms of the will of Charles Albert Read and accepted by the City in 1883. The fund consists of a \$40,000 non-expendable gift, the income on which is to be used for the following purposes: a) to maintain Mr. Read's cemetery plot; for an annual sleigh ride or picnic to the children of Newton Corner, not to exceed \$400 per year; to finance free lectures on scientific subjects at Newton Corner, not to exceed \$400 per year; to fund books for the Public Library at Newton Corner, not to exceed \$600 per year; and the balance to assist poor widows from any part of the City of Newton. The fund trustees shall consist of (5) members appointed by the Mayor, with the approval of the Board of Aldermen.

Elizabeth Spear Infirmary Fund

Established under the terms of the will of Elizabeth Spear, dated September 29, 1915. The gift consisted of the house and land at #89 Walnut Park in Newton; with the understanding that no buildings be put on the land other than those standing at the time of her death, and that the land be kept open as a green spot to help beautify the City; \$1,000 to aid in the care of the property at #89 Walnut Park; \$500 for a public drinking foundation to be located in the City; and \$500, from which income shall be used to provide Christmas cheer for the inmates of the City Farm.

Mabel L. Riley Fund

The Estate of Mabel L. Riley granted a \$5,000 non expendable gift to the City of Newton in 1975. The income on this fund is to be used for special treats for residents of nursing homes and homes for the elderly on holidays and for comforts for the sick throughout the year.

Elderly Tax Relief Fund

The City has accepted Massachusetts General Law Chapter 60, Section 3D, which authorizes implementation of a voluntary tax check-off program for purposes of defraying real estate taxes for elderly and disabled Newton taxpayers with low incomes. This fund is used to account for receipt of voluntary donations and tax relief awards approved by the City's Taxation Aid Committee.

Agency Fund

This fund is used to account for resources held by the City in a purely custodial nature, such as employee/retiree payroll deductions and student activity funds.

CITY OF NEWTON, MASSACHUSETTS
TRUST AND AGENCY FUNDS
COMBINING LEVEL BALANCE SHEET
BUDGETARY BASIS
June 30, 2005

	Chaffin Education Trust Fund	Scovell Education Trust Fund	Cousens Industrial Trust Fund	Expendable Trust Fund	Non Expendable Trust Fund
ASSETS:					
Cash & temporary investments	\$ 366,453	\$ 168,044	\$ 181,869	\$ 545,739	\$ 147,891
Investments	4,161,563	758,922	1,648,417	361,969	-
Loans receivable	124,109	-	-	-	26,163
Total Assets	<u>4,652,125</u>	<u>926,966</u>	<u>1,830,286</u>	<u>907,708</u>	<u>174,054</u>
LIABILITIES & FUND BALANCES:					
Warrants payable	-	-	-	-	-
Employee payroll deductions payable	-	-	-	-	-
School activity funds	-	-	-	-	-
Other liabilities	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Unearned discounts - student loans	8,016	-	-	-	-
Total Liabilities	<u>8,016</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Fund Balance - Reserved for Expendable Trust Purposes	 4,357,217	 454,466	 508,752	 907,708	 -
Fund Balance - Reserved for Loans	116,093	-	-	-	26,163
Fund Balance - Reserved - Non Expendable Trust Purposes	<u>170,799</u>	<u>472,500</u>	<u>1,321,534</u>	<u>-</u>	<u>147,891</u>
Total Fund Balances	<u>4,644,109</u>	<u>926,966</u>	<u>1,830,286</u>	<u>907,708</u>	<u>174,054</u>
 Total Liabilities & Fund Balances	 \$ <u>4,652,125</u>	 \$ <u>926,966</u>	 \$ <u>1,830,286</u>	 \$ <u>907,708</u>	 \$ <u>174,054</u>

CITY OF NEWTON, MASSACHUSETTS
TRUST AND AGENCY FUNDS
COMBINING LEVEL BALANCE SHEET
BUDGETARY BASIS
June 30, 2005

	<u>Agency Fund</u>	<u>Total</u>
ASSETS:		
Cash & temporary investments	\$ 1,570,513	\$ 2,980,509
Investments	-	6,930,871
Loans receivable	661,663	811,935
Total Assets	<u>2,232,176</u>	<u>10,723,315</u>
LIABILITIES & FUND BALANCES:		
Warrants payable	26,386	26,386
Employee payroll deductions payable	1,173,831	1,173,831
School activity funds	283,358	283,358
Other liabilities	86,938	86,938
Deferred revenue	661,663	661,663
Unearned discounts - student loans	-	8,016
Total Liabilities	<u>2,232,176</u>	<u>2,240,192</u>
 Fund Balance - Reserved for Expendable Trust Purposes	 -	 6,228,143
Fund Balance - Reserved for Loans	-	142,256
Fund Balance - Reserved - Non Expendable Trust Purposes	<u>-</u>	<u>2,112,724</u>
Total Fund Balances	<u>-</u>	<u>8,483,123</u>
 Total Liabilities & Fund Balances	 \$ <u>2,232,176</u>	 \$ <u>10,723,315</u>

CITY OF NEWTON, MASSACHUSETTS
TRUST AND AGENCY FUNDS
COMBINING LEVEL STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Chaffin Education Trust Fund	Scovell Education Trust Fund	Cousens Industrial Trust Fund	Expendable Trust Fund	Non Expendable Trust Fund	Total
REVENUES:						
Gifts & donations	\$ -	\$ -	\$ 9,838	\$ 96,523	\$ -	\$ 106,361
Investment income	(12,619)	47,185	181,780	36,404	1,064	253,814
Other	-	-	-	-	-	-
Total Revenue	<u>(12,619)</u>	<u>47,185</u>	<u>191,618</u>	<u>132,927</u>	<u>1,064</u>	<u>360,175</u>
EXPENDITURES:						
Education	128,228	13,500	-	165,807	-	307,535
Health & human services	-	-	74,857	5,847	-	80,704
Total Expenditures	<u>128,228</u>	<u>13,500</u>	<u>74,857</u>	<u>171,654</u>	<u>-</u>	<u>388,239</u>
Excess/(Deficiency) of Revenues over Expenditures	<u>(140,847)</u>	<u>33,685</u>	<u>116,761</u>	<u>(38,727)</u>	<u>1,064</u>	<u>(28,064)</u>
Transfers from Other Funds	-	-	-	-	-	-
Transfers to Other Funds	-	-	-	-	-	-
Excess/(Deficiency) of Revenues & Transfers over Expenditures & Transfers	<u>(140,847)</u>	<u>33,685</u>	<u>116,761</u>	<u>(38,727)</u>	<u>1,064</u>	<u>(28,064)</u>
Other Financing Sources	-	-	-	-	-	-
Other Financing Uses	-	-	-	-	-	-
Excess/(Deficiency) of Revenues, Transfers & Other Sources over Expenditures, Transfers & Other Uses	<u>(140,847)</u>	<u>33,685</u>	<u>116,761</u>	<u>(38,727)</u>	<u>1,064</u>	<u>(28,064)</u>
July 1, 2004 Beginning Fund Balance:	<u>4,784,956</u>	<u>893,281</u>	<u>1,713,525</u>	<u>946,435</u>	<u>172,990</u>	<u>8,511,187</u>
June 30, 2005 Ending Fund Balance:	<u>\$ 4,644,109</u>	<u>\$ 926,966</u>	<u>\$ 1,830,286</u>	<u>\$ 907,708</u>	<u>\$ 174,054</u>	<u>\$ 8,483,123</u>

CITY OF NEWTON, MASSACHUSETTS
TRUST AND AGENCY FUNDS
EXPENDABLE TRUST FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transfer from Other Funds	Expenditures	Ending Balance
EDUCATION SCHOLARSHIP FUNDS:					
Thornton Swain Thomas Scholarship Fund	\$ 34,827	\$ 915	\$ -	1,000	\$ 34,742
Oak Hill Middle School Lake Scholarship Fund	10,937	238	-	-	11,175
Oak Hill Middle School Memorial Fund	29,425	641	-	-	30,066
Newton High School Scholarship Fund	9,240	275	-	-	9,515
Newton North High School Scholarship Funds	502,476	76,208	-	50,140	528,544
Newton North High School - Elicker Award Fund	40,754	1,410	-	7,000	35,164
Newton North High School - Ferguson Scholarship Fund	49,301	1,074	-	-	50,375
Newton North High School - Maria Vallone Scholarship Fund	7,614	122	-	2,000	5,736
Newton South High School Scholarship Funds	152,352	16,516	-	102,267	66,601
Newton South High School Ruth A. Gootman Award Fund	23,791	26,471	-	-	50,262
Eric Morganthal Memorial Scholarship Fund	81	63	-	-	144
Leslie Solomon Memorial Fund	5,564	221	-	-	5,785
C. Betts Merit Scholarship Fund	6,882	183	-	-	7,065
Mary Cunningham Scholarship Fund	1,927	115	-	900	1,142
Board of Aldermen Scholarship Fund {1}	5,564	2,396	-	1,000	6,960
Mayor Theodore D. Mann Fig Newton Scholarship Fund	320	1,578	-	1,500	398
Student Athletic Scholarship Fund	20,801	1,273	-	-	22,074
Total Educational Funds	<u>901,856</u>	<u>129,699</u>	<u>-</u>	<u>165,807</u>	<u>865,748</u>
HUMAN SERVICES FUNDS:					
Elderly/Disabled Tax Relief Fund	6,421	1,020	-	-	7,441
Kendrick Welfare Fund	83	78	-	-	161
Read Charity Fund	5,938	1,275	-	3,647	3,566
Elizabeth Spear Infirmary Fund	3,379	84	-	-	3,463
Mabel L. Riley Fund	28,758	771	-	2,200	27,329
Total Human Services Funds	<u>44,579</u>	<u>3,228</u>	<u>-</u>	<u>5,847</u>	<u>41,960</u>
TOTAL EXPENDABLE TRUST FUND	\$ <u>946,435</u>	\$ <u>132,927</u>	\$ <u>-</u>	<u>171,654</u>	\$ <u>907,708</u>

CITY OF NEWTON, MASSACHUSETTS
TRUST AND AGENCY FUNDS
NON EXPENDABLE TRUST FUND
SUMMARY OF OPERATING ACTIVITY - BUDGETARY BASIS
Fiscal Year Ended June 30, 2005

	Beginning Balance	Revenue	Transf. from Other Funds	Transf. to Other Funds	Ending Balance
EDUCATION SCHOLARSHIP FUNDS:					
Gorin Education Fund (BO#514-95)	\$ 25,100	\$ 1,064	\$ -	\$ -	\$ 26,164
T. Swain Thomas Scholarship Fund	5,000	-	-	-	5,000
Newton High School Scholarship Fund	2,749	-	-	-	2,749
Eric Morganthal Memorial Scholarship Fund	2,279	-	-	-	2,279
Leslie Solomon Memorial Fund	4,677	-	-	-	4,677
C. Betts Merit Scholarship Fund	1,597	-	-	-	1,597
Mary Cunningham Scholarship Fund	2,897	-	-	-	2,897
Board of Aldermen Scholarship Fund	191	-	-	-	191
Theodore D. Mann Fig Newton Scholarship Fund	40,000	-	-	-	40,000
Student Athletic Scholarship Fund	40,000	-	-	-	40,000
	<u>124,490</u>	<u>1,064</u>	<u>-</u>	<u>-</u>	<u>125,554</u>
HUMAN SERVICES FUNDS:					
Mabel L. Riley Senior Fund	5,000	-	-	-	5,000
H. Cousens Industrious/Benelent Fund	-	-	-	-	-
Kendrick Welfare Fund	3,000	-	-	-	3,000
Read Charity Fund	40,000	-	-	-	40,000
Elizabeth Spear Infirmary Fund	500	-	-	-	500
Total	<u>48,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,500</u>
TOTAL NON EXPENDABLE TRUST FUNDS	\$ <u>172,990</u>	\$ <u>1,064</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>174,054</u>

LONG TERM DEBT ACCOUNT GROUP

CITY OF NEWTON, MASSACHUSETTS
LONG TERM DEBT ACCOUNT GROUP
SUMMARY OF DEBT ACTIVITY
Fiscal Year Ended June 30, 2005

	Issue Date	Beginning Balance	New Issues/ Authorizations	Debt Maturities	Ending Balance	Total Interest
ISSUED LONG TERM DEBT:						
Public Schools:						
Angier School Remodeling	March 29, 1995	\$ 25,000	\$ -	\$ 25,000	\$ -	\$ 1,250
NNHS Roof Repairs	March 29, 1995	65,000	-	65,000	-	3,250
NSHS Auditorium/Library Renovations	March 29, 1995	220,000	-	220,000	-	11,000
Education Center Roof Replacement	April 15, 1996	25,000	-	25,000	-	1,150
Newton South High School Renovations	April 15, 1996	965,000	-	445,000	520,000	44,910
F.A. Day Middle School Renovations	February 26, 1997	525,700	-	177,000	348,700	23,914
Oak Hill Middle School Renovations	February 26, 1997	600,000	-	200,000	400,000	27,300
Brown Middle School Renovations	February 26, 1997	548,050	-	183,000	365,050	24,935
Newton South High School Science Labs	March 10, 1998	200,000	-	50,000	150,000	8,650
Oak Hill Middle School Renovations	March 10, 1998	1,200,000	-	300,000	900,000	51,900
Newton South High School Science Labs	March 15, 1999	1,150,000	-	230,000	920,000	46,230
Oak Hill Middle School Renovations	March 15, 1999	2,350,000	-	470,000	1,880,000	94,470
Bowen Elementary School Tier I Renovations	March 15, 1999	1,675,000	-	335,000	1,340,000	67,335
Carr School Repurchase	March 15, 1999	1,050,000	-	210,000	840,000	42,210
Bowen Elementary School Tier I Renovations	July 15, 2000	195,000	-	30,000	165,000	8,467
Williams Elementary School Tier I Renovations	July 15, 2000	2,805,000	-	400,000	2,405,000	122,738
Memorial Elementary School Tier I Renovations	August 15, 2001	3,910,000	-	500,000	3,410,000	142,650
High School Design	August 15, 2003	5,700,000	-	570,000	5,130,000	154,470
High School Renovations	February 24, 2005	-	10,000,000	-	10,000,000	-
Public School Total:		23,208,750	10,000,000	4,435,000	28,773,750	876,829
Public Works:						
MWPAT Sanitary Landfill Closure Pool #4 (1)	February 15, 1998	2,059,800	-	118,200	1,941,600	19,938
Sanitary Landfill Closure	March 29, 1995	25,000	-	25,000	-	1,250
Public Works Total:		2,084,800	-	143,200	1,941,600	21,188
Sanitary Sewer System:						
MWRA Sanitary Sewer Infiltration/Inflow Reduction	August 26, 2000	24,585	-	24,585	-	-
MWRA Sanitary Sewer Infiltration/Inflow Reduction	September 24, 2001	36,702	-	12,234	24,468	-
MWRA Sanitary Sewer Infiltration/Inflow Reduction	February 22, 2002	145,728	-	48,576	97,152	-
MWRA Sanitary Sewer Infiltration/Inflow Reduction	May 31, 2002	42,537	-	14,179	28,358	-
MWRA Sanitary Sewer Infiltration/Inflow Reduction	November 2002	281,820	-	70,455	211,365	-
MWRA Sanitary Sewer Infiltration/Inflow Reduction	February 2003	89,892	-	22,473	67,419	-
MWRA Sanitary Sewer Infiltration/Inflow Reduction	May 2003	127,600	-	31,900	95,700	-
MWPAT Sewer I&I Program Loan Pool #5 (2)	October 6, 1999	5,453,196	-	278,547	5,174,649	53,442
MWPAT Sewer I&I Program Loan Pool #6 - 99-27 (3)	November 10, 2000	6,798,083	-	325,199	6,472,884	65,423

CITY OF NEWTON, MASSACHUSETTS
LONG TERM DEBT ACCOUNT GROUP
SUMMARY OF DEBT ACTIVITY
Fiscal Year Ended June 30, 2005

	Issue Date	Beginning Balance	New Issues/ Authorizations	Debt Maturities	Ending Balance	Total Interest
MWPAT Sewer I&I Program CW-00-55 {4}	July 3, 2002	115,880	-	4,752	111,128	1,203
Elgin Street Sewer Construction	March 10, 1998	50,000	-	10,000	40,000	2,010
Sewer Construction	February 26, 1997	156,250	-	50,000	106,250	7,116
Eliot Street Water/Sewer Yard Improvements	April 15, 1996	42,900	-	42,900	-	1,973
Sanitary Sewer System Total:		<u>13,365,173</u>	<u>-</u>	<u>935,800</u>	<u>12,429,373</u>	<u>131,167</u>
Water System:						
Eliot Street Water/Sewer Yard Improvements	March 10, 1998	155,000	-	35,000	120,000	6,222
MWRA Water System Improvements	September 28, 2000	752,377	-	107,483	644,894	-
MWRA Water System Improvements	February 15, 2001	1,057,836	-	151,119	906,717	-
MWRA Water System Improvements	February 15, 2002	2,068,816	-	258,602	1,810,214	-
MWRA Water System Improvements	August 15, 2002	2,327,417	-	258,602	2,068,815	-
MWRA Water System Improvements	February 26, 2004	2,586,019	-	258,602	2,327,417	-
MWRA Water System Improvements	November 18, 2004	-	2,586,019	-	2,586,019	-
Eliot Street Water/Sewer Yard Improvements	April 15, 1996	87,100	-	87,100	-	4,007
Water System Total:		<u>9,034,565</u>	<u>2,586,019</u>	<u>1,156,508</u>	<u>10,464,076</u>	<u>10,229</u>
Public Buildings & Facilities:						
Police Headquarters Renovations	March 29, 1995	35,000	-	35,000	-	1,750
Jackson Homestead Museum Repairs	March 29, 1995	5,000	-	5,000	-	250
Municipal Buildings & Facilities Total:		<u>40,000</u>	<u>-</u>	<u>40,000</u>	<u>-</u>	<u>2,000</u>
Community Preservation						
Kessler Woods Land Acquisition	December 16, 2003	5,000,000	-	500,000	4,500,000	125,750
Angino Farm Land Acquisition	February 24, 2005	-	1,500,000	-	1,500,000	-
Community Preservation Total:		<u>5,000,000</u>	<u>1,500,000</u>	<u>500,000</u>	<u>6,000,000</u>	<u>125,750</u>
Other Debt:						
Commonwealth of Massachusetts Pension Benefit Loan (08/31/2006)		<u>2,600,000</u>	<u>-</u>	<u>-</u>	<u>2,600,000</u>	<u>-</u>
TOTAL LONG TERM DEBT		<u>\$ 55,333,288</u>	<u>\$ 14,086,019</u>	<u>\$ 7,210,508</u>	<u>\$ 62,208,799</u>	<u>\$ 1,167,163</u>

CITY OF NEWTON, MASSACHUSETTS
LONG TERM DEBT ACCOUNT GROUP
SUMMARY OF DEBT ACTIVITY
Fiscal Year Ended June 30, 2005

	Issue Date	Beginning Balance	New Issues/ Authorizations	Debt Maturities	Ending Balance	Total Interest
BOND ANTICIPATION NOTES:						
Public School Bond Anticipation Notes- High School Renovations		\$ 45,950,000	\$ 38,550,000	\$ 35,000,000	\$ 49,500,000	\$ 890,806
CAPITAL LEASES:						
Public School Technology Equipment		\$ 223,677	\$ -	\$ 223,677	\$ -	\$ 6,425
TOTAL SHORT TERM DEBT		\$ 46,173,677	\$ 38,550,000	\$ 35,223,677	\$ 49,500,000	\$ 897,231

CITY OF NEWTON, MASSACHUSETTS
LONG TERM DEBT ACCOUNT GROUP
SUMMARY OF DEBT ACTIVITY
Fiscal Year Ended June 30, 2005

	Beginning Balance	New Authorizations	Issued Debt	Ending Balance
	\$	\$	\$	\$
AUTHORIZED & UNISSUED DEBT				
High School Renovations - (#268-00A)	50,120	-	-	50,120
Newton South High School Renovations (#268-00B)	6,148,002	-	6,148,002	-
Newton North High School Renovations (#268-00B)	37,122,405	-	3,601,998	33,520,407
Newton South High School Renovations (#268-00(6)	2,120,000	-	-	2,120,000
Newton North High School Renovations (#320-04)	-	3,800,000	3,800,000	-
Peirce Elementary School Improvements (#157-05)	-	560,000	-	560,000
Countryside Elementary Improvements (#158-05)	-	149,000	-	149,000
School Boiler Replacements (#159-05)	-	405,000	-	405,000
Street Betterment Improvements (#133-05)	-	650,000	-	650,000
Angino Farm Land Acquisition (#392-04)	-	1,500,000	1,500,000	-
Sewer Waste Water Facilities (#763-85 (1))	179,243	-	-	179,243
Sewer I& I Removal - (#226-03)	1,244,039	-	-	1,244,039
Sewer I& I Removal - MWPAI' (#195-98)	3,144,357	-	-	3,144,357
Water Main Rehabilitation -MWRA (#114-00)	2,711,209	-	2,586,019	125,190
TOTAL AUTHORIZED & UNISSUED DEBT	\$ 52,719,375	\$ 7,064,000	\$ 17,636,019	\$ 42,147,356

(1) Landfill Closure Liability recorded gross of State subsidy.
FY 2004 maturity includes \$21,654 maturity subsidy.

{2} Sewer I&I Liability recorded gross of State subsidy.
FY 2004 maturity includes \$56,023 maturity subsidy.

{3} Sewer I&I Liability recorded gross of State subsidy.
FY 2004 maturity includes \$61,984 maturity subsidy.

{4} Sewer I&I Liability recorded gross of State subsidy.
FY 2004 maturity includes \$775 maturity subsidy.

CAPITAL ASSET ACCOUNT GROUP

Description of Capital Assets

Purchased or constructed capital assets are recorded at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend the assets' useful lives are not capitalized.

Capital assets are defined by the City as assets with an initial, individual cost of \$15,000 or more and an estimated useful life of more than a single year. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings and improvements	20-50 years
Machinery and equipment	3-20 years
Infrastructure	20-50 years

CITY OF NEWTON, MASSACHUSETTS
CAPITAL ASSET ACCOUNT GROUP SUMMARY
Fiscal Year Ended June 30, 2005

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated:				
Land	\$ 14,900,604	\$ 2,483,252	\$ -	\$ 17,383,856
Construction in progress	53,181,228	254,740	(50,617,012)	2,818,956
Sub-total	<u>68,081,832</u>	<u>2,737,992</u>	<u>(50,617,012)</u>	<u>20,202,812</u>
Capital assets being depreciated:				
Buildings and improvements	139,890,262	58,171,621	-	198,061,883
Equipment and machinery	37,527,958	4,264,500	(86,533)	41,705,925
Infrastructure {1}	105,135,344	3,675,206	-	108,810,550
Sub-total	<u>282,553,564</u>	<u>66,111,327</u>	<u>(86,533)</u>	<u>348,578,358</u>
Less: accumulated depreciation:				
Buildings and improvements	(62,604,404)	(4,044,708)	-	(66,649,112)
Equipment and machinery	(23,757,618)	(3,195,826)	83,308	(26,870,136)
Infrastructure {1}	(28,495,678)	(2,420,699)	-	(30,916,377)
Sub-total	<u>(114,857,700)</u>	<u>(9,661,233)</u>	<u>83,308</u>	<u>(124,435,625)</u>
Governmental capital assets, net	<u>\$ 235,777,696</u>	<u>\$ 59,188,086</u>	<u>\$ (50,620,237)</u>	<u>\$ 244,345,545</u>

{1} Infrastructural capital asset beginning balance has been restated for addition of pre fiscal year 2002 governmental infrastructural capital assets - \$40,685,898 less accumulated depreciation of \$13,911,235.

NEWTON RETIREMENT SYSTEM

Description of Newton Retirement System

A – Plan Description and Membership

The City contributes to the System, a cost-sharing multiple-employer defined benefit pension plan administered by the Newton Contributory Retirement Board (NCRB). Substantially all employees of the City are members of the System, except for public school teachers and certain school administrative personnel who are members of the Massachusetts Teachers Retirement System (MTRS). Employees of the Newton Housing Authority also participate in the NCRB. Pension benefits and administrative expenses paid by the MTRS are funded by the Commonwealth of Massachusetts and the amount of these on-behalf payments totaled \$19,633,928 for the fiscal year ended June 30, 2005.

The System provides retirement, disability and death benefits to plan members and beneficiaries, pursuant to Massachusetts General Law Chapter 32, up to a maximum of 80% of the average of a member's three highest consecutive years' regular compensation. In addition to regular compensation, benefits are based upon a member's age, length of creditable service and group classification. Members become vested after ten years of creditable service. A normal retirement allowance may be received after the completion of 20 years of service or upon reaching age 55, with 10 years of service. Normal retirement for most employees occurs at age 65, except for certain hazardous duty and public safety employees who attain normal retirement age at age 55. Benefits and member contribution rates are determined by Chapter 32 of the Massachusetts General Laws. A retirement allowance consists of two parts, an annuity and a pension. A member's accumulated total retirement deductions, plus interest, constitutes the annuity. The difference between the total retirement benefit and the annuity is the pension.

B - Funding Policy

In 1984 the City began funding the System on an actuarial reserve basis. This funding includes both current year service and the amortization of past service liability. It is the policy of the NCRB to contract for an annual actuarial valuation of the System to determine whether the contributions are sufficient to meet accruing liabilities and to demonstrate what adjustments, if any, are necessary on the basis of actual experience. Active member contribution rates are based upon date of hire: Prior to January 1, 1975 - 5% of regular compensation; January 1, 1975-December 31, 1984 - 7% of regular compensation; January 1, 1985-June 30, 1996 - 8% of regular compensation and July 1, 1996 to date - 9% of regular compensation.

Members hired on or after January 1, 1979 contribute an additional 2% of annual regular compensation in excess of \$30,000. Cost of living adjustments granted between 1981 and 1997 and any increase in other benefits imposed by the Commonwealth during this time period are funded by annual contributions from the Commonwealth of Massachusetts. Cost of living adjustments granted after 1997 must be approved annually by the NCRB and the costs are borne entirely by the System. These adjustments may not exceed 3% on the first \$12,000 in benefits.

C – Investment Policy

The NCRB is responsible for the adoption of a formal asset allocation policy, the selection of professional investment managers to execute the investment policies, and the appointment of an investment consultant to assist with the evaluation of investment manager performance. All investment activities of the NCRB are subject to oversight by the Commonwealth of Massachusetts Public Employee Retirement Commission (PERAC).

Up to 70% of the investment portfolio may be invested in equity securities, including international equities, which may not exceed 13% of the market value of the portfolio. At least 30%, but no more than 80% of the portfolio must be invested in fixed income securities. The NCRB investment policy allows for a maximum 5% allocation to high yield fixed income securities. Prohibited investments include futures contracts other than currency futures, calls and forward contracts which may be written against securities in the international portfolio to a maximum of 50% of the international portfolio's non dollar holdings at market value. Speculative currency positions unrelated to underlying portfolio holdings are strictly prohibited.

CITY OF NEWTON, MASSACHUSETTS
CONTRIBUTORY RETIREMENT SYSTEM
STATEMENT OF PLAN NET ASSETS
DECEMBER 31, 2004
(with comparative information for December 31, 2003)

	December 31, 2004	December 31, 2003
<u>Assets:</u>		
Cash and short term investments	\$ 8,394,015	\$ 8,275,171
Receivables		
Employer-employee payroll deductions	41,266	9,123
State grants	740,477	641,612
Investments sales	-	-
Interest and dividends	1,818	133,238
Total receivables	<u>783,561</u>	<u>783,973</u>
Investments, at fair value:		
U.S. Government obligations	11,635,579	10,354,399
Taxable Municipal bonds	405,046	648,156
Guaranteed Investment Contracts	-	-
Domestic investment grade corporate bonds	18,711,197	20,810,864
High yield corporate bonds	6,625,166	6,070,398
Domestic stocks	127,011,977	110,600,122
International bonds	295,343	186,340
International stocks	25,770,102	21,910,167
Mortgage Backed Securities	26,403,587	28,260,772
Real Estate	13,597,709	13,236,006
Total investments	<u>230,455,706</u>	<u>212,077,224</u>
Fixed Assets at cost, net of accumulated depreciation of \$33,265	<u>-</u>	<u>1,143</u>
Total assets	239,633,282	221,137,511
<u>Liabilities:</u>		
Accounts Payable	<u>138,191</u>	<u>109,810</u>
Total liabilities	<u>138,191</u>	<u>109,810</u>
Net assets held in trust for pension benefits:	<u>\$ 239,495,091</u>	<u>\$ 221,027,701</u>

CITY OF NEWTON, MASSACHUSETTS
CONTRIBUTORY RETIREMENT SYSTEM
STATEMENT OF CHANGES IN PLAN NET ASSETS
YEAR ENDED DECEMBER 31, 2004
(with comparative information for years ended December 31, 2003 and 2002)

	Fiscal Year Ended December 31, 2004	Fiscal Year Ended December 31, 2003	Fiscal Year Ended December 31, 2002
<u>Additions:</u>			
Contributions			
Employer	\$ 9,935,070	\$ 8,310,569	\$ 7,740,395
Employee	5,743,983	5,511,154	5,235,950
Total Contributions	15,679,053	13,821,723	12,976,345
Investment Income			
Net appreciation/(depreciation) in fair value of investments	20,001,087	33,640,456	(26,267,269)
Interest	2,259,638	2,522,119	4,420,410
Dividends	3,427,028	1,573,846	1,553,380
Total Investment Income	25,687,753	37,736,421	(20,293,479)
Investment management expenses	(727,282)	(819,821)	912,983
Net investment income	24,960,471	36,916,600	(21,206,462)
Intergovernmental	1,509,452	1,355,005	1,258,280
Transfers from Other Systems	749,321	736,349	478,079
Total Additions	42,898,297	52,829,677	(6,493,758)
<u>Deductions:</u>			
Benefits	23,113,704	21,579,517	20,080,964
Refunds of contributions/transfers to other systems	1,101,632	805,854	1,409,636
Administrative expense	215,571	203,531	223,255
Total Deductions	24,430,907	22,588,902	21,713,855
Net Increase	18,467,390	30,240,775	(28,207,613)
Net assets held in trust for pension benefits			
Beginning of year	221,027,701	190,786,926	218,994,539
End of year	\$ 239,495,091	\$ 221,027,701	\$ 190,786,926

OTHER REPORTS

CITY OF NEWTON, MASSACHUSETTS
RECONCILIATION OF TREASURER'S CASH AND INVESTMENTS
JUNE 30, 2005

	<u>Treasurer/Collector</u>	<u>General Ledger</u>
Total cash & investments	\$ 104,915,513	\$ 106,386,426
Less:		
Petty cash in custody of departments		(10,850)
Newton Community Development Authority cash in the custody of NCDA		(572,988)
Library Trust Fund cash and investments in custody of Library Board of Trustees		(849,266)
Student Activity Fund cash in the custody of individual schools		(37,809)
Total cash and investments in custody of the Treasurer	<u>\$ 104,915,513</u>	<u>\$ 104,915,513</u>

Please attach brief description of variances

Accountant/Auditor: 

Date:

08/31/2005

Collector/Treasurer: 

Date:

08/31/05

CITY OF NEWTON, MASSACHUSETTS
RECONCILIATION OF OUTSTANDING RECEIVABLES
June 30, 2005

	Detail Per Treasurer/Collector	Balance per General Ledger	Variance
Personal Property Taxes:			
Preliminary Levy of 2006	1,779,541.83	1,779,541.83	
Levy of 2005	86,644.24	86,644.24	
Levy of 2004	49,212.37	49,212.37	
Levy of 2003	110,733.46	110,733.46	
Levy of 2002	86,550.16	86,550.16	
Levy of 2001	37,671.59	37,671.59	
Levy of 2000	34,821.49	34,821.49	
Prior Years	129,373.25	129,373.25	
Total	2,314,548.39	2,314,548.39	
Real Estate Taxes:			
Preliminary Levy of 2006	98,280,345.67	98,280,345.67	
Levy of 2005	3,077,823.74	3,077,823.74	
Levy of 2004	346,925.70	346,925.70	
Levy of 2003	22,105.00	22,105.00	
Levy of 2002	6,110.99	6,110.99	
Levy of 2001			
Levy of 2000			
Prior Years			
Total	101,733,311.10	101,733,311.10	-
Deferred Property Taxes:	2,164,695.14	2,164,695.14	
Motor Vehicle Excise Taxes:			
Levy of 2005	668,048.46	668,048.46	
Levy of 2004	204,872.18	204,872.18	
Levy of 2003	92,739.95	92,739.95	
Levy of 2002	140,715.79	140,715.79	
Levy of 2001	148,680.13	148,680.13	
Levy of 2000	92,935.52	92,935.52	
Prior Years	475,139.73	475,139.73	
Total	1,823,131.76	1,823,131.76	
Tax Liens/Tax Title:	1,685,031.07	1,685,031.07	
Tax Foreclosure/Tax Possessions:	54,473.49	54,473.49	
Community Preservation Taxes:			
Levy of 2005	52,790.29	52,790.29	
Levy of 2004	5,468.52	5,468.52	-
Levy of 2003	395.98	395.98	-
Levy of 2002	134.80	134.80	-
Water Use Charges:	1,893,015.22	1,893,015.22	
Sewer Use Charges:	3,258,348.72	3,258,348.72	

Please attach brief description of variances

Accountant/Auditor: 

Date: 8/31/2005

Collector/Treasurer: 

Date: 8/31/05